

INTRODUCED 5/1/17
PUBLIC HEARING 5/15/17
COUNCIL ACTION 5/24/17
EXEC. ACTION 6/1/17
EFFECTIVE DATE 8/1/17

County Council Of Howard County, Maryland

2017 Legislative Session

Legislative Day No. 7

Bill No. 43-2017

Introduced by: The Chairperson at the request of the County Executive

AN ACT for the purpose of authorizing and empowering Howard County, Maryland to borrow money in a principal amount of up to \$21,553,521 on its full faith and credit, and issue and sell its bonds or other obligations therefor, to be used to pay costs of certain County road construction projects which are specified and described in the County's 2018 Capital Budget (including, without limitation, borrowings for certain of such capital projects previously authorized), and to pay costs of issuance of such bonds or other obligations; authorizing and empowering the County to issue bond anticipation notes or to enter into installment purchase agreements for payment of portions of such costs; and to levy taxes upon the assessable property within the County sufficient, together with building excise taxes and other available funds, to pay the debt service on such obligations; and providing for and determining various matters in connection therewith.

Introduced and read first time May 1, 2017. Ordered posted and hearing scheduled.

By order

Jessica Feldmark
Jessica Feldmark, Administrator

Having been posted and notice of time & place of hearing & title of Bill having been published according to Charter, the Bill was read for a second time at a public hearing on May 15, 2017.

By order

Jessica Feldmark
Jessica Feldmark, Administrator

This Bill was read the third time on May 24, 2017 and Passed , Passed with amendments _____, Failed _____.

By order

Jessica Feldmark
Jessica Feldmark, Administrator

Sealed with the County Seal and presented to the County Executive for approval this 26th day of May, 2017 at 4 a.m./p.m.

By order

Jessica Feldmark
Jessica Feldmark, Administrator

Approved by the County Executive June 1, 2017.

Allan H. Kittleman
Allan H. Kittleman, County Executive

NOTE: [[text in brackets]] indicates deletions from existing law; TEXT IN SMALL CAPITALS indicates additions to existing law; Strike-out indicates material deleted by amendment; Underlining indicates material added by amendment

1 **Recitals**

2 In accordance with the provisions of Section 603 of the Charter of Howard County, Maryland
3 (the "Charter"), the County Executive has submitted a proposed Capital Budget for fiscal year 2018 to the
4 County Council, and, prior to the passage of this Act, the County Council of Howard County, Maryland
5 has adopted a Capital Budget for the fiscal year ending June 30, 2018 (the "Capital Budget").

6 As a part of the Capital Budget, it is necessary that Howard County, Maryland borrow a sum not
7 exceeding \$21,553,521 to be used for road construction projects, specified and described in the Capital
8 Budget (each a "Project", collectively, the "Projects"), which Projects are more particularly described in
9 Appendix A attached hereto and incorporated herein, for payment of costs of issuance of any obligations
10 issued to evidence such borrowing. Of such amount, \$19,803,521 appropriated for certain of such
11 Projects, as indicated in Appendix A hereto in the column captioned "Amount to be Borrowed
12 (Reauthorizations)", was previously authorized to be borrowed by the County during prior calendar years,
13 but such authorized borrowing is expected to expire prior to the completion of such Projects and/or the
14 sale of general obligation bonds to provide permanent financing therefor. Accordingly, it is necessary
15 that such borrowing be reauthorized ("Reauthorizations").

16 **Now therefore, in accordance with the provisions of Article VI of the Charter of Howard**
17 **County, Maryland:**

18 **Section 1. Be it enacted by the County Council of Howard County, Maryland,** That Howard
19 County, Maryland (the "County"), is hereby authorized and empowered to borrow on its full faith and
20 credit, and issue and sell its bonds or other obligations therefor, at one time or from time to time, an
21 amount not exceeding \$21,553,521, the proceeds thereof to be used to finance and refinance the Projects
22 more particularly specified and described in Appendix A attached hereto and in the Capital Budget;
23 including for each Project, without limitation, the cost of planning, design, construction, reconstruction,
24 furnishing, equipping, improvements, renovations, remodeling, enlargements, engineering services,
25 architects services, surveys, landscaping, site development, evaluation studies, land acquisition and
26 related items, appurtenances and incidental activities. The Projects and the amounts to be borrowed for

1 each (including, without limitation, any Reauthorizations), are more specifically identified and described
2 in Appendix A attached hereto.

3 Proceeds of any bonds or other obligations authorized by this Act may also be used to pay costs
4 of issuance of such bonds or other obligations.

5 **Section 2. And be it further enacted by the County Council of Howard County, Maryland,**

6 That, pursuant to and in accordance with Section 19-212 of the Local Government Article of the
7 Annotated Code of Maryland, as amended, the County is also authorized to issue bond anticipation notes
8 in anticipation of the issuance of the bonds or other obligations authorized by this Act and described in
9 Section 1 hereof, and all references to “bonds” or “obligations” shall include such bond anticipation
10 notes, unless the context clearly requires a contrary meaning. It is intended that the aggregate principal
11 amount of issued and outstanding bond anticipation notes when added to the aggregate principal amount
12 of issued and outstanding bonds in anticipation of which such notes were issued, shall not exceed the
13 aggregate principal amount set forth in Section 1 of this Act at any time. The County will agree in each
14 ordinance described in Section 4 of this Act relating to any notes issued pursuant to this Act to pay such
15 notes and the interest and premium, if any, thereon from the proceeds of the bonds in anticipation of the
16 sale of which such notes are issued, and the County will agree to issue such bonds when, and as soon as,
17 the reason for deferring their issuance no longer exists.

18 **Section 3. And be it further enacted by the County Council of Howard County, Maryland,**

19 That, in connection with the acquisition of real property as part of a Project, the County may incur all or
20 any portion of the indebtedness authorized by this Act for such acquisition by entering into an installment
21 purchase agreement pursuant to and in accordance with Section 4.201A of the Howard County Code
22 (“Section 4.201A”) or any successor provisions of law in lieu of issuing bonds or other obligations for
23 such acquisition. The principal amount of any such installment purchase agreement shall not exceed the
24 lesser of (a) the maximum principal amount permitted by Section 4.201A or (b) the portion of the amount
25 to be borrowed for such Project (as set forth in Section 1 hereof) which relates to such acquisition. All

1 references to “bonds” or “obligations” in this Act shall include such installment purchase agreements,
2 unless the context clearly requires a contrary meaning.

3 **Section 4. And be it further enacted by the County Council of Howard County, Maryland,**

4 That the County Council of the County, by an ordinance or ordinances adopted from time to time in
5 accordance with Article VI of the Charter and other applicable provisions of law and policies of the
6 County, shall provide for (a) the issuance and sale of, (b) the maximum principal amount, designation,
7 form, tenor and denomination or denominations of, (c) the dates of the first maturity and the last maturity
8 (not more than 30 years after the date of issue) of, and (d) the interest rate or rates per annum (or the
9 method of determining such rate or rates) payable on, any bonds or other obligations issued from time to
10 time under this Act; and may by any such ordinance, or by separate resolution, provide that the issue of
11 bonds or other obligations hereby authorized be consolidated with one or more other issues.

12 **Section 5. And be it further enacted by the County Council of Howard County, Maryland,**

13 That for the purpose of paying the principal of and interest on such bonds or other obligations as the same
14 shall become payable, the County Council of Howard County shall levy annually ad valorem taxes upon
15 the assessable property in the County sufficient, together with building excise taxes and other available
16 funds, to pay the principal of and interest on such bonds or other obligations until all of such bonds or
17 other obligations shall mature and be redeemed. The full faith and credit and unlimited taxing power of
18 the County are hereby irrevocably pledged to the payment of the principal of and interest on such bonds
19 or other obligations.

20 **Section 6. And be it further enacted by the County Council of Howard County, Maryland,**

21 That any bonds or other obligations issued from time to time under this Act are specifically exempt from
22 the provisions of Sections 19-205 and 19-206 of the Local Government Article of the Annotated Code of
23 Maryland, as amended, and any successor provision of law.

24 **Section 7. And be it further enacted by the County Council of Howard County, Maryland,**

25 That all bonds or other obligations authorized hereby shall be issued within four years from the date this
26 Act becomes effective. Notwithstanding the foregoing, if bond anticipation notes are issued within such

1 period in accordance with Section 2 hereof, the bonds or other obligations authorized hereby may be
2 issued until the final maturity date of such notes.

3 **Section 8. And be it further enacted by the County Council of Howard County, Maryland,**
4 That the County anticipates that a portion of the costs of some or all of the Projects may be paid prior to
5 the issuance of the bonds or other obligations authorized hereby. The amount of such costs so paid will
6 depend on various factors, including, without limitation, the timing and speed of progress on the Projects,
7 the availability of other funds to pay such costs on an interim basis, bond and money market conditions
8 and compliance with federal and State laws and regulations.

9 Accordingly, the County reasonably expects to reimburse costs of the Projects (as described
10 herein) with proceeds of the bonds or other obligations authorized hereby, such bonds or other obligations
11 to be issued by the County in the maximum principal amount of \$21,553,521.

12 **Section 9. And be it further enacted by the County Council of Howard County, Maryland,**
13 That this Act shall take effect sixty-one (61) days after its enactment.

Excise Tax Projects

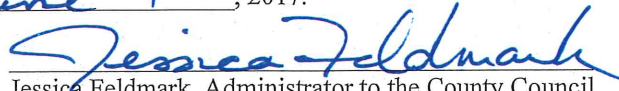
Project Description			Amount to be Borrowed (Reauthorizations)	Amount to be Borrowed (New Authorizations)
J	4110	91 DORSEY RUN RD SOUTH LK	\$363,000	\$-
A project for design and construction of approximately 5,000 feet of Dorsey Run Road from Guilford Road north to the CSX railroad spur crossing.				
J	4148	00 DORSEY RUN ROAD EXTENSION	307,319	-
This project is for the extension of Dorsey Run Road from MD103 to MD175, a total of approximately 3 miles.				
J	4167	10 SNOWDEN RIVER/BROKEN LAND	70,000	-
A project for design and reconstruction of the Snowden River Parkway/Broken Land Parkway/Patuxent Woods Drive intersection including westbound MD32 ramp to northbound Broken Land Parkway.				
J	4170	04 ROGER'S AVE IMROVEMENTS	2,211,000	-
A project for design and construction of approximately 1,500 LF of Rogers Avenue from existing improvements near US40 to Court House Drive.				
J	4177	01 STATE ROAD CONSTRUCTION	2,238,000	-
A project for cost sharing of new State roadway construction within Howard County that is consistent with the objectives of the Plan Howard 2030.				
J	4181	FY2003 GUILFORD RD (US1 to DORSEY RUN RD)	490,000	-
This project is to study, design, and reconstruct Guilford Road to three lanes from US1 to Old Dorsey Run Road; a distance of 5,800 LF.				
J	4182	02 DORSEY RUN ROAD IMPROVEMENTS	125,000	-
This project is to study, design and reconstruct Dorsey Run Road to four lanes from MD175 south to the CSX railroad spur crossing; a distance of 6,000 LF.				

		Project Description	Amount to be Borrowed (Reauthorizations)	Amount to be Borrowed (New Authorizations)
J	4202	04 STEPHENS RD IMPROVEMENTS A project for the design and reconstruction of Stephens Road from Whiskey Bottom Road to Gorman Road.	154,000	
J	4212	07 STATE ROAD CONSTRUCTION A project for cost sharing of new State roadway construction within Howard County that is consistent with the objectives of the Plan Howard 2030.	9,783,685	
J	4220	FY2014 DEVELOPER/COUNTY SHARED IMPROVEMENTS A project to facilitate the design, land acquisition and construction of roadway modifications and their appurtenances at various intersections or roadway segments. This occurs when the development of land is conducive to future comprehensive roadway development to which the current developer should contribute or when the roadway structural capacity, width transitions, bypass lanes, horizontal and vertical geometric changes for safety or to compliment developer improvements are anticipated in the near future. All improvements will be compatible with the General Plan and its engineering study refinements.	500,000	-
J	4222	08 SNOWDEN RIVER PARKWAY WIDENING A project to design and construct a widening of Snowden River Parkway (intermediate arterial) by adding a third lane and sidewalks from Broken Land Parkway to Oakland Mills Road.	947,000	-
J	4225	FY2008 ELLICOTT CENTER DR CONNECTION to ROGERS A project to design and construct a road to connect Ellicott Center Drive to Rogers Avenue.	67,185	
J	4226	FY2008 ROAD PROJECTS CONTINGENCY FUND A project to provide funds for unanticipated needs related to bridges and roadways. This can include design, land acquisition and construction related to the bridge, storm drainage, roadway and pedestrian programs.	174,451	
J	4239	FY2014 OLD ROXBURY ROAD A project to design and construct improvements to Old Roxbury Road. Old Roxbury Road is classified as a local road.	111,881	-
J	4241	11 US RT 1/175 TO PORT CAPITAL DRIVE A project for the design and reconstruction of approximately 2,500 feet of US1 from MD175 to Montevideo Road.	1,000,000	-

	Project Description	Amount to be Borrowed (Re-authorizations)	Amount to be Borrowed (New Authorizations)
J 4242	FY2014 BRIGHTON DAM ROAD at HIGHLAND ROAD ROUNDABOUT A project to design and construct a roundabout at the intersection of Brighton Dam Road and Highland Road. The current intersection is a four way stop.	265,000	
J 4249	FY2017 MD 100 AT MD 103	-	1,750,000
T 7088	FY2001 SCHOOL CROSSWALK IMPROVEMENTS This project is for the installation or modification of crosswalks, raised crosswalks, chokers, sidewalks, raised shoulders, signs, signals and/or other roadway retrofits to provide for an enhanced walking route for school children.	150,000	
T 7094	FY2007 STREET LIGHTING PROGRAM This project is for the installation of new street lights in existing communities and commercial/industrial areas, and the conversion of existing street lights to high pressure sodium vapor (HPS) and/or LED fixtures.	141,000	
T 7105	FY2011-SIGNALIZATION PROGRAM A project for the design and construction of various traffic signals when the MUTCD Warrants are met; also includes the modification and modernization of existing traffic signals.	705,000	-
Road Construction Projects – Reauthorizations/New Authorizations		<u>\$19,803,521</u>	<u>\$1,750,000</u>
TOTAL AMOUNT TO BE BORROWED:			<u>\$21,553,521</u>

BY THE COUNCIL

This Bill, having been approved by the Executive and returned to the Council, stands enacted on June 1, 2017.



Jessica Feldmark, Administrator to the County Council

BY THE COUNCIL

This Bill, having been passed by the yeas and nays of two-thirds of the members of the Council notwithstanding the objections of the Executive, stands enacted on _____, 2017.

Jessica Feldmark, Administrator to the County Council

BY THE COUNCIL

This Bill, having received neither the approval nor the disapproval of the Executive within ten days of its presentation, stands enacted on _____, 2017.

Jessica Feldmark, Administrator to the County Council

BY THE COUNCIL

This Bill, not having been considered on final reading within the time required by Charter, stands failed for want of consideration on _____, 2017.

Jessica Feldmark, Administrator to the County Council

BY THE COUNCIL

This Bill, having been disapproved by the Executive and having failed on passage upon consideration by the Council stands failed on _____, 2017.

Jessica Feldmark, Administrator to the County Council

BY THE COUNCIL

This Bill, the withdrawal of which received a vote of two-thirds (2/3) of the members of the Council, is withdrawn from further consideration on _____, 2017.

Jessica Feldmark, Administrator to the County Council



HOWARD COUNTY DEPARTMENT OF FINANCE

3430 Courthouse Drive

Ellicott City, Maryland 21043

410-313-2195

Stanley J. Milesky, Director
smilesky@howardcountymd.gov

FAX 410-313-4433
TDD 410-313-2323

SUBJECT—Testimony for CB 41-2017, CB 42-2017, CB 43-2017, CB 44-2017, CB 45-2017, CB 46-2017 and CB 48-2017

To: Lonnie Robbins
Chief Administrative Office

Through: Stanley J. Milesky *Stanley Milesky*
Director of Finance

From: Nikki Griffith *Nikki Griffith*
Bureau Chief, Cash and Debt Management

The proposed legislation will authorize the County to issue bonds to finance certain capital projects as well as re-authorize \$110,734,108 in lapsing bond authorizations (\$69,832,411 in Metropolitan District Bonds and \$40,901,696 in Consolidated Public Improvement Bonds).

Council Bill 41-2017 will authorize the issuance of \$220,683,871 of General Obligation bonds including re-authorizing \$16,472,871 of General Obligation bonds. Council Bill 42-2017 will authorize the issuance of \$125,072,412 of Metropolitan District (water and sewer) bonds including re-authorizing \$69,832,411 in bonds. Council Bill 43-2017 will authorize the issuance of \$21,553,521 of Road Excise tax supported bonds including re-authorizing \$19,803,521 of bonds. Council Bill 44-2017 will authorize the issuance of \$2,000,000 of School Surcharge supported bonds. Council Bill 45-2017 will re-authorize the issuance of \$4,625,304 of Environmental Service fee supported bonds. Council Bill 46-2017 will authorize the issuance of \$8,800,000 of Watershed Protection and Restoration fee supported bonds. Council Bill 48-2017 will authorize a capital lease of \$3,000,000 to finance the acquisition of water and sewer equipment.

Each of the projects included in the proposed legislation are part of the FY 2018 Executive Proposed Capital Budget.

CC: Jennifer Sager
Rafiu Ighile
Holly Sun
Rebecca Kidwell