INTRODUCED 10-4-2021
PUBLIC HEARING 10-16-2021
COUNCIL ACTION 11-1-2021
EXECUTIVE ACTION 11-2-2021
EFFECTIVE DATE 11-2-2021

County Council of Howard County, Maryland

2021 Legislative Session

Legislative Day No. 16

Bill No. 70-2021

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

AN ACT approving and providing for a multi-year Installment Purchase Agreement by Howard County, Maryland to acquire development rights in approximately 127.71 acres of agricultural land located on west side of Jennings Chapel Road, Brookeville, the north side of Forsythe Road, Sykesville, Howard County, Maryland, currently owned by the Jean R. Dickey Inter Vivos Trust, under contract to be owned by AFS Farm LLC and Sharp's Wild Horse Meadow LLC, or any other owner thereof for a maximum purchase price of \$4,827,500 or, if less, not more than \$37,800 per acre or portion thereof, rounded to the next highest \$100, plus interest on the deferred portion of such purchase price; providing that the County's obligation to pay such purchase price and interest on the deferred portion of such purchase price shall be a full faith and credit general obligation of the County; providing for the levying of taxes for such payments; authorizing the County Executive to modify such Agreement; and providing for and determining various matters in connection therewith.

Introduced and read first time October 4, 2021. Or	rdered posted and hearing scheduled.
	By order MeMille Werring
	Michelle Harrod, Administrator
Having been posted and notice of time & place of hearing & title o for a second time at a public hearing on	f Bill having been published according to Charter, the Bill was read _, 2021.
	By order Melille Howard
,	Michelle Harrod, Administrator
This Bill was read the third time on $Nev \int$ 2021 and Pass	ed, Passed with amendments, Failed
	By order Moull Hershol
	Michelle Harrod, Administrator
Sealed with the County Seal and presented to the County Executive a.m./p.m.	e for approval this <u>l</u> day of <u>NoU</u> , 2021 at <u>10</u> pm
	By order Michelle Harrod, Administrator
Approved by the County Executive November 2	, 2021
	Calvin Ball, 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; <u>Underlining</u> indicates material added by amendment.

Recitals

In accordance with the provisions of Article VI of the Charter of Howard County (the "Charter"), Howard County, Maryland (the "County") has included in its Capital Budget for fiscal year 2021 a capital project (Project No. G-0163) permitting the County to enter into installment purchase agreements to acquire development rights in agricultural lands located within the County, which Capital Budget was adopted by the County Council of Howard County (the "County Council") in accordance with the Charter.

Section 612 of the Charter provides that "any contract, lease or other obligation requiring the payment of funds from appropriations of a later fiscal year shall be made or approved by ordinance", and Section 616 of the Charter provides that evidences of indebtedness may be sold by private negotiated sale if the County Council shall find and determine that it is not practical to sell such evidences of indebtedness at public sale; and pursuant to (a) Article VI of the Charter, (b) Sections 15.500 to 15.520, inclusive, of the Howard County Code (the "Agricultural Land Preservation Act") and (c) Council Bill No. 31-2013, enacted on May 31, 2013 and effective on July 31, 2013 or Council Bill No. 47-2017, enacted on June 1, 2017 and effective on August 1, 2017 (whichever is then in effect, the "Authorizing Act"), the County has been authorized and empowered to enter into such installment purchase agreements for a remaining purchase price of not more than \$861,292.35, plus interest thereon.

The Authorizing Act provides that the County Council, by an ordinance or ordinances adopted from time to time in accordance with Section 612 of the Charter and other applicable provisions of law, shall approve and provide for (a) the acquisition of the development rights in each particular parcel of agricultural property which is to be the subject of an installment purchase agreement, and (b) the form and content of each installment purchase agreement, including, without limitation, (i) the aggregate purchase price thereunder (or the maximum aggregate purchase price and the method of determining the final purchase price subject to such limitation) and the date of payments of installments of the purchase price (not exceeding

twenty years from the date of execution and delivery of such installment purchase agreement),

(ii) the interest rate or rates per annum (or the method of determining such rate or rates) payable on any such installment purchase agreement from time to time, and (iii) the required

The County has now determined to enter into an Installment Purchase Agreement with the Jean R. Dickey Inter Vivos Trust or any other person who is or becomes the owner of all or any portion of the Land (hereinafter defined) prior to execution and delivery of such Installment Purchase Agreement, in order to acquire the development rights in approximately 127.71 acres, more or less, of agricultural land located on the west side of Jennings Chapel north side of Forsythe Road, Breekeville Sykesville, Howard County, Maryland (the "Land"), currently owned by the Jean R. Dickey Inter Vivos Trust and under contract to be owned by AFS Farm LLC and Sharp's Wild Horse Meadow LLC, for an aggregate purchase price not in excess of \$4,827,500 plus interest on the unpaid balance of such purchase price, as hereinafter provided. The actual amount of the purchase price shall be equal to the lesser of such maximum amount or not more than \$37,800 times the number of acres in such land, rounded to the next highest \$100.00, all upon the terms and conditions hereinafter set forth.

Now, therefore:

i j

signatures on such documents.

Section 1. Be it enacted by the County Council of Howard County, Maryland,

(a) That Howard County, Maryland is authorized to enter into an Installment Purchase Agreement (the "Installment Purchase Agreement") with the Jean R. Dickey Inter Vivos Trust, or any other person who is or becomes the owner of all or any portion of the Land prior to the execution and delivery of the Installment Purchase Agreement (the "Seller"), in order to acquire the development rights in the Land (the "Development Rights") currently owned by the Jean R. Dickey Inter Vivos Trust and under contract to be owned by AFS Farm LLC and Sharp's Wild Horse Meadow LLC as part of Capital Project No. G-0163, for an aggregate purchase price not in excess of \$4,827,500 (the "Purchase Price"), plus interest on the Deferred Purchase Price (hereinafter defined) as hereinafter provided; provided that the

actual amount of the Purchase Price shall be equal to the lesser of such maximum amount not more than \$37,800 multiplied by the number of acres in the Land, rounded to the next highest \$100.00.

- (b) The Installment Purchase Agreement shall be in substantially the form attached as Exhibit I hereto. Such form of Installment Purchase Agreement is incorporated herein by reference and in such form the Installment Purchase Agreement is hereby approved as to form and content. The Installment Purchase Agreement shall be dated as of the date of execution and delivery thereof by the County and the Seller (the "Closing Date").
 - (c) A portion of the Purchase Price equal to 5% of the total Purchase Price shall be paid to the Seller on the Closing Date. The balance of the Purchase Price (the "Deferred Purchase Price") shall be paid to the Seller or its assignee in twenty (20) equal annual installments beginning on the first principal payment date, February 15 or August 15, after the Closing Date, and continuing on February 15 or August 15 of each year thereafter.
 - (d) Interest on the unpaid balance of the Deferred Purchase Price shall accrue from the Closing Date and shall be payable semiannually on February 15 and August 15 in each year, commencing on the first of such dates to follow the Closing Date and continuing to and including the date of payment of the final installment of the Deferred Purchase Price at the interest rate of 1% per annum. Interest shall be calculated on the basis of a 360-day year of twelve 30-day months.
- (e) The County's obligation to pay the Deferred Purchase Price under the Installment Purchase Agreement and to pay interest thereon is and shall be a general obligation of the County and is and shall be made upon its full faith and credit.
- Section 2. Be it further enacted by the County Council of Howard County, Maryland, that it is hereby found and determined that:
- (a) The acquisition of the Development Rights in the Land as set forth in Section 1 of this Ordinance and in the form of the Installment Purchase Agreement attached hereto is in the best interest of the County.

1	(b) The Installment Purchase Agreement is a contract providing for the
2	payment of funds at a time beyond the fiscal year in which it is made and requires the payment
3	of funds from appropriations of later fiscal years.
4	(c) Funds for the payment of the Purchase Price under the Installment
5	Purchase Agreement are included in the Capital Budget as part of Project No. G-0163.
6	(d) The Development Rights in the Land shall be acquired by the County and
7	extinguished and the covenants in the Deed of Agricultural Land Preservation Easement shall
8	remain on the Land in perpetuity.
9	(e) The Purchase Price is within the legal limitation on the indebtedness of
10	the County as set forth in Article VI of the Charter.
11	(f) The cost of acquiring the Development Rights in the Land is equal to the
12	Purchase Price.
13	(g) The Purchase Price was established by the Agricultural Land Preservation
14	Board in accordance with the provisions of the Agricultural Land Preservation Act and agreed
15	to by the Seller.
16	Section 3. Be it further enacted by the County Council of Howard County,
17	Maryland, That upon agreement with the Seller, the Installment Purchase Agreement shall
18	be signed by the County Executive of the County (the "County Executive") by his manual
19	signature, and the Installment Purchase Agreement shall bear the corporate seal of the County,
20	attested by the manual signature of the Chief Administrative Officer of the County (the "Chief
21	Administrative Officer"). In the event that any officer whose signature shall appear on the
22	Installment Purchase Agreement shall cease to be such officer before the delivery of the
23	Installment Purchase Agreement, such signature shall nevertheless be valid and sufficient for
24	all purposes, the same as if such officer had remained in office until delivery.
25	Section 4. Be it further enacted by the County Council of Howard County,
26	Maryland, That the County Executive is hereby authorized, prior to execution and delivery

of the Installment Purchase Agreement, to make such changes or modifications in the form of

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the Installment Purchase Agreement attached hereto and incorporated herein by reference as may be required or deemed appropriate by him in order to accomplish the purpose of the transactions authorized by this Ordinance; provided that such changes shall be within the scope of the transactions authorized by this Ordinance; and the execution of the Installment Purchase Agreement by the County Executive shall be conclusive evidence of the approval by the County Executive of all changes or modifications in the form of the Installment Purchase Agreement and the due execution of the Installment Purchase Agreement on behalf of the County, and the Installment Purchase Agreement shall thereupon become binding upon the County in accordance with its terms, as authorized by Article VI of the Charter, Sections 15.500 to 15.520, inclusive, of the Howard County Code and the Authorizing Act (collectively, the "Enabling Legislation"), and as provided for in this Ordinance.

Section 5. Be it further enacted by the County Council of Howard County, Maryland, That the County Executive, the Chief Administrative Officer, the Director of Finance and other officials of the County are hereby authorized and empowered to do all such acts and things and to execute, acknowledge, seal and deliver such documents and certificates, as the County Executive may determine to be necessary to carry out and comply with the provisions of this Ordinance subject to the limitations set forth in the Enabling Legislation and any limitations set forth in this Ordinance.

Section 6. Be it further enacted by the County Council of Howard County, Maryland, That Manufacturers and Traders Trust Company is hereby designated and appointed as registrar and paying agent for the Installment Purchase Agreement (the "Registrar"). The Registrar shall maintain or cause to be maintained books of the County for the registration and transfer of ownership of the Installment Purchase Agreement. In addition, the County may from time to time, designate and appoint the Department of Finance of the County, any officer or employee of the County or one or more banks, trust companies, corporations or other financial institutions to act as a substitute or alternate registrar or paying agent for the Installment Purchase Agreement, and any such substitute or alternate shall be

deemed to be the Registrar or an alternate Registrar for all purposes specified in the resolution appointing such substitute or alternate. Any such appointment shall be made by the County Council by resolution; and the exercise of such power of appointment, no matter how often,

shall not be an exhaustion thereof.

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Section 7. Be it further enacted by the County Council of Howard County, Maryland, That for the purpose of paying the installments of the Purchase Price when due and payable and the interest on the unpaid portion of the Deferred Purchase Price when due and payable, there is hereby levied and there shall hereafter be levied in each fiscal year that any portion of the Purchase Price payable under the Installment Purchase Agreement remains outstanding, ad valorem taxes on real and tangible personal property and intangible property subject to taxation by the County without limitation of rate or amount and, in addition, upon such other intangible property as may be subject to taxation by the County within limitations prescribed by law, in an amount sufficient, together with the portion of the transfer tax imposed on transfers of real property in Howard County which is dedicated to agricultural land preservation and other available funds, to pay any installment of the Purchase Price under the Installment Purchase Agreement maturing during the succeeding year and to pay the annual interest on the outstanding balance of the Deferred Purchase Price until the total Purchase Price under the Installment Purchase Agreement and such interest have been paid in full; and the full faith and credit and the unlimited taxing power of the County are hereby irrevocably pledged to the punctual payment of the Purchase Price under the Installment Purchase Agreement and the interest on the unpaid balance of the Deferred Purchase Price as and when the same respectively become due and payable.

Section 8. And Be it further enacted by the County Council of Howard County, Maryland, that this Ordinance shall take effect on the date of its enactment.

EXHIBIT I

FORM OF INSTALLMENT PURCHASE AGREEMENT

and
UIK
the Seller
and
HOWARD COUNTY, MARYLAND, the County
INSTALLMENT PURCHASE AGREEMENT (Agreement No. 202)

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TABLE OF CONTENTS

(This Table of Contents is not part of the Installment Purchase Agreement and is only for convenience of reference)

Section RECITALS	Page1
AGREEMENTS	1
GEOTION 1 1	ARTICLE I Definitions
SECTION 1.1. SECTION 1.2.	Rules of Construction
	ARTICLE II
SECTION 2.1. SECTION 2.2.	Agreement to Sell and Purchase Development Rights
	ARTICLE III
SECTION 3.1. SECTION 3.2.	Payment of Total Purchase Price4 Registration and Transfer of this Agreement5
SECTION 3.2. SECTION 3.3.	Mutilated, Lost, Stolen or Destroyed Agreement6
	ARTICLE IV
SECTION 4.1. SECTION 4.2.	Representations and Warranties of the County
	ARTICLE V
SECTION 5.1. SECTION 5.2.	Intent of County and Tax Covenant of County8 Acknowledgment of Seller with Regard to Tax Consequences of
SECTION 3.2.	Transaction8
	ARTICLE VI
SECTION 6.1.	Appointment of Registrar9
SECTION 6.2. SECTION 6.3.	Ownership of Agreement9 Removal of Registrar and Appointment of Successor Registrar9
SECTION 6.4.	Qualifications of Successor Registrar9
SECTION 6.5.	Successor by Merger or Consolidation9

ARTICLE VII

SECTION 7.1.	Successors of County	9
SECTION 7.2.	Parties in Interest	10
SECTION 7.3.	Binding Effect	10
SECTION 7.4.	Severability	
SECTION 7.5.	Prior Agreements Cancelled; No Merger	10
SECTION 7.6.	Amendments, Changes and Modifications	
SECTION 7.7.	No Personal Liability of County Officials	
SECTION 7.8.	Governing Law	10
SECTION 7.9.	Notices	10
SECTION 7.10.	Holidays	11

EXHIBIT A - Form of Deed of Agricultural Land Preservation Easement
EXHIBIT B - Description of Land
EXHIBIT C - Permitted Encumbrances

EXHIBIT D - Form of Assignment
EXHIBIT E - Transfer of Agreement - Schedule of Transferees

INSTALLMENT PURCHASE AGREEMENT

(Agreement No. 202 -)

THIS INSTALLMENT PURCHASE AGREEMENT (this "Agreement")is made as of the day of, 202_ between and ([collectively], the "Seller"), and HOWARD COUNTY, MARYLAND, a body corporate and politic of the State of Maryland (the "County").
RECITALS
A. Pursuant to and in accordance with the Enabling Legislation, as amended, the County is authorized to protect and enhance agricultural land in Howard County, Maryland by purchasing the Development Rights (as defined therein) in agricultural lands located within the County.
B. The Seller is the owner in fee simple of certain agricultural real property located in Howard County, Maryland and more particularly described in Exhibit B hereto (the "Land"). The Seller has offered to sell to the County the Seller's Development Rights in the Land and the County has accepted such offer, all upon and subject to the conditions set forth in this Agreement.
C. The total purchase price payable for the Seller's Development Rights shall be \$ (the "Total Purchase Price"). A portion of the Total Purchase Price in the amount of \$ shall be paid to the Seller on the date hereof, and the balance of the Total Purchase Price in the amount of \$ (the "Deferred Purchase Price") shall be payable to the Seller in 20 annual installments as provided herein.
D. The County will receive the Seller's Development Rights in the Land for conservation purposes, which includes the preservation of farm land, forest land and open space, pursuant to the County's conservation policy and to enhance agriculture in Howard County and protect natural and ecological resources.
E. Except for the limited transferability described in the Deed of Easement referred to herein, the transfer by the Seller of [his/her/their] Development Rights in the Land shall be in perpetuity.
<u>AGREEMENTS</u>

NOW, THEREFORE, in consideration of the foregoing and of the mutual covenants and agreements hereinafter set forth, and for other good and valuable consideration, the receipt and sufficiency whereof are hereby acknowledged, the Seller and the County hereby agree as follows:

ARTICLE I DEFINITIONS

SECTION 1.1. <u>Definitions</u>. As used in this Agreement, the following terms have the following meanings, unless the context clearly indicates a different meaning:

"Agricultural Use" means farming and includes:

- (1) Dairying, pasturage, growing crops, bee keeping, horticulture, floriculture, orchards, plant nurseries, viticulture, silviculture, aquaculture, and animal and poultry husbandry;
- (2) The breeding, raising, training and general care of livestock for uses other than food, such as sport or show purposes;
- (3) Construction and maintenance of barns, silos and other similar structures, the use of farm machinery, the primary processing or agricultural products and the sale of agricultural products produced on the Land; and
- (4) Other uses directly related to or as an accessory use of the Land for farming and agricultural purposes.

"Approval Ordinance" means Cou	ıncil Bill No	2021,	passed by tl	ne County	Council	at a
regular meeting duly called and held on	, 2021	and app	roved by the	County E	ecutive	and
effective on, 2021						

"Business Day" or "business day" means a day on which (a) banks located in each of the cities in which the principal office of the County or the Registrar is located are not required or authorized by law or executive order to close for business, and (b) The New York Stock Exchange is not closed.

"Closing Date" means the date of this Agreement, which is the date of execution and delivery of this Agreement by the parties hereto.

"Code" means the Internal Revenue Code of 1986, as amended. Each reference to the Code herein shall be deemed to include the United States Treasury Regulations in effect or proposed from time to time with respect thereto.

"County" means Howard County, Maryland, a body corporate and politic and a political subdivision created and existing under and by virtue of the Constitution and laws of the State, its successors and assigns.

"County Council" means the County Council of Howard County, Maryland.

"County Executive" means the County Executive of Howard County, Maryland.

"Deed of Easement" means the Deed of Agricultural Land Preservation Easement dated the Closing Date from the Seller to the County, which shall convey the Development Rights to the County in perpetuity. The Deed of Easement shall be substantially in the form attached hereto as Exhibit A and made a part hereof.

"Deferred Purchase Price" means \$______, the deferred portion of the Total Purchase Price to be paid by the County to the Registered Owner in accordance with this Agreement.

"Development Rights" means the rights to develop the Land for any purpose other than Agricultural Uses. "Development Rights" shall include, but not be limited to, the right to use the Land for industrial or commercial uses, for residential purposes (except as set forth in Sections 15,500 to 15.520, inclusive, of the Howard County Code, as amended), or the storage or depositing of trash, junk, rubbish or debris. "Enabling Legislation" means, collectively, (1) Article VI of the Howard County Charter, (2) Sections 15.500 to 15.520, inclusive, of the Howard County Code, as amended, and (3) Council Bill No. ____, passed by the County Council on _____, approved by the County Executive and enacted on and effective on . "Interest Payment Date" means February 15 and August 15 in each year, commencing "Land" means the tract of land located in Howard County, Maryland, containing acres, and more particularly described in Exhibit B attached hereto and made a part thereof; provided, however, that if any lot is released from the encumbrance of the Deed of Easement in accordance with the terms hereof, such lot so released shall not thereafter be considered to be part of the Land. "Permitted Encumbrances" means the encumbrances listed on Exhibit C attached hereto and made a part hereof and any encumbrances on or with respect to the Land or any portion thereof hereafter approved by the County. "Person" or "person" means any natural person, firm, association, corporation, company, trust, partnership, public body or other entity. "Registered Owner" means the registered owner of this Agreement as shown on the registration books maintained by the Registrar. "Registrar" means Manufacturers and Traders Trust Company, a New York banking corporation, or any other person hereafter appointed by the County to act as Registrar and paying agent for this Agreement. "Seller" means _____ and _____, [his] [her] [its] [their] [heirs, personal representatives,] successors and assigns. "State" means the State of Maryland. "Total Purchase Price" means \$______, the total purchase price to be paid by the County to the Registered Owner in accordance with this Agreement.

SECTION 1.2. Rules of Construction. The words "hereof", "herein", "hereunder",

"hereto", and other words of similar import refer to this Agreement in its entirety.

The terms "agree" and "agreements" contained herein are intended to include and mean "covenant" and "covenants".

References to Articles, Sections, and other subdivisions of this Agreement are to the designated Articles, Sections, and other subdivisions of this Agreement.

The headings of this Agreement are for convenience only and shall not define or limit the provisions hereof.

All references made (a) in the neuter, masculine or feminine gender shall be deemed to have been made in all such genders, and (b) in the singular or plural number shall be deemed to have been made, respectively, in the plural or singular number as well.

ARTICLE II SALE AND PURCHASE OF DEVELOPMENT RIGHTS

SECTION 2.1.	Agreement to Sell and Purchase Devel	lopment Rights.	The Seller agrees to
sell the Development Rig	ghts to the County and the County agrees	s to purchase the	Development Rights
from the Seller on the da	ate hereof for a purchase price of \$	(the "Total l	Purchase Price").

SECTION 2.2. <u>Delivery of Deed of Easement</u>. In order to evidence the sale of the Development Rights to the County, the Seller shall execute and deliver to the County on the Closing Date the Deed of Easement in the form attached hereto as <u>Exhibit A</u> and made a part hereof. The Deed of Easement shall be recorded among the Land Records of Howard County, Maryland.

ARTICLE III PAYMENT OF TOTAL PURCHASE PRICE

SECTION 3.1. Payment of Total Purchase Price.

(a)	The County shall pay a por	rtion of the Total I	Purchase Price in the am	ount of
to the	Seller on the Closing Date at	nd shall pay the	Deferred Purchase Price	to the
Registered Owner i	in twenty (20) equal installmen	ts of \$	on [February 15] [Aug	ust 15],
and on the sa	ame day of each year thereafter	to and including []	February 15] [August 15]	ļ,
202_ and semiann [February 15] [Aug basis of a 360-day y	Interest on the unpaid bala of and shall be payable to the sually thereafter on February 1 gust 15], at the rate of year of twelve 30-day months. See payable on the Closing Date.	Registered Owner 5 and August 15 _% per annum. Ir No interest shall	on [February 15] [Auguin each year to and indicate the shall be calculated	ust 15], cluding I on the

(c) The Total Purchase Price and the interest on the unpaid balance of the Deferred Purchase Price are payable in lawful money of the United States of America, at the time of payment.

- (d) Payment of interest on the unpaid balance of the Deferred Purchase Price shall be made by the County on each Interest Payment Date to the Registrar, and payments of the annual installments of the Deferred Purchase Price shall be made on the dates set forth in Section 3.1.(a) above. The Registrar shall forward all such payments (other than the final installment of the Deferred Purchase Price) to the person appearing on the books of the County maintained by the Registrar as the Registered Owner, by check or draft mailed to the Registered Owner at the address of the Registered Owner as it appears on such registration books or, if the Registered Owner is a trustee who has issued certificates of participation in this Agreement, by wire transfer to such Registered Owner to the bank account number on file with the Registrar on the tenth day before the applicable Interest Payment Date, or if such tenth day is not a Business Day, the Business Day next preceding such day. The final installment of the Deferred Purchase Price shall be paid by the Registrar to the Registered Owner upon presentation and surrender of this Agreement at the office of the Registrar.
- (e) The County's obligation to make payments of the Total Purchase Price hereunder and to pay interest on the unpaid balance of the Deferred Purchase Price is a general obligation of the County, and the full faith and credit and the unlimited taxing power of the County are irrevocably pledged to the punctual payment of the Deferred Purchase Price and the interest on the unpaid balance of the Deferred Purchase Price as and when the same respectively become due and payable.
- Owner assigns [his] [her] [its] [their] right, title and interest in and to this Agreement to a trustee in connection with the creation of a trust by such Registered Owner and the issuance of certificates of participation in this Agreement by such trustee, such trustee shall be, and shall be listed on the registration books maintained by the Registrar as, the Registered Owner of this Agreement, and all payments to be made under this Agreement after the creation of such trust shall be made directly to such trustee.

SECTION 3.2. Registration and Transfer of this Agreement.

- (a) Until the Deferred Purchase Price and all interest thereon have been paid in full, the County shall maintain and keep at the offices of the Registrar, registration books for the registration and transfer of this Agreement; and upon presentation of this Agreement for such purpose at the offices of the Registrar, the Registrar shall register or cause to be registered on such registration books, and permit to be transferred thereon, under such reasonable regulations as the County or the Registrar may prescribe, the ownership of this Agreement.
- (b) The original Seller is the original Registered Owner. This Agreement shall be transferable only upon the books of the County maintained for such purpose by the Registrar, at the written request of the Registered Owner as then shown on such registration books or [his] [her] [its] [their] attorney duly authorized in writing, upon presentation and surrender thereof, together with a written instrument of transfer substantially in the form attached hereto as Exhibit D, or as may otherwise be satisfactory to and approved by the Registrar in writing, duly executed by the Registered Owner or [his] [her] [its] [their] attorney duly authorized in writing. Upon the surrender for transfer of this Agreement, the Registrar shall complete the Schedule of Transferees attached hereto as Exhibit E with the name, address and tax identification number of the transferee Registered Owner, the date

of the transfer and the outstanding principal balance of the Deferred Purchase Price as of the date of transfer; provided, however, that if there is any conflict between the information set forth in Exhibit E hereto and the registration books maintained by the Registrar, the information shown on such registration books shall control.

The County and the Registrar may deem and treat the person in whose name this Agreement is registered upon the books of the County maintained by the Registrar as the absolute owner of this Agreement, whether any payments hereunder shall be overdue or not, for the purpose of receiving payment of, or on account of, the Deferred Purchase Price and interest thereon and for all other purposes, and all such payments so made to any such Registered Owner or upon [his] [her] [its] [their] order shall be valid and effectual to satisfy and discharge the liability upon this Agreement to the extent of the sum or sums so paid, and neither the County nor the Registrar shall be affected by any notice to the contrary.

For every registration of transfer of this Agreement, the County or the Registrar may make a charge sufficient to reimburse themselves for any tax or other governmental charge required to be paid with respect to such exchange or transfer, which sum or sums shall be paid by the person requesting such transfer as a condition precedent to the exercise of the privilege of registering such transfer.

SECTION 3.3. Mutilated, Lost, Stolen or Destroyed Agreement. In the event that this Agreement is mutilated, lost, stolen or destroyed, the County and the Registered Owner (as then shown on the registration books maintained by the Registrar) shall execute a substitute for this Agreement having the same terms as that of this Agreement mutilated, lost, stolen or destroyed; provided that, in the case of any mutilated Agreement, such mutilated Agreement shall first be surrendered to the Registrar, and, in the case of any lost, stolen or destroyed Agreement there shall be first furnished to the County and the Registrar evidence of such loss, theft or destruction satisfactory to the County and the Registrar, together with indemnity satisfactory to each of them in their sole discretion. The County and the Registrar may charge the Registered Owner requesting such new Agreement their expenses and reasonable fees, including attorney's fees, in this connection. The Registered Owner shall be responsible for the payment of all such expenses and fees whether or not the Registered Owner subsequently recovers, presents, and surrenders this Agreement at the office of the Registrar. The Registrar shall deduct such expenses from the final installment of the Deferred Purchase Price before paying the balance to the Registered Owner. If after the delivery of such substitute Agreement, a bona fide purchaser of the original Agreement (in lieu of which such substitute Agreement was issued) presents for payment such original Agreement, the County and the Registrar shall be entitled to recover such substitute Agreement from the person to whom it was delivered or any other person who receives delivery thereof, except a bona fide purchaser, and shall be entitled to recover upon the security or indemnity provided therefor or otherwise to the extent of any loss, damage, cost, fees, or expense incurred by the County and the Registrar in connection therewith.

ARTICLE IV REPRESENTATIONS AND WARRANTIES

- SECTION 4.1. <u>Representations and Warranties of the County</u>. The County makes the following representations and warranties:
- (a) The County is a body corporate and politic and a political subdivision of the State of Maryland.
- (b) The County has the necessary power and authority to acquire the Development Rights, to enter into this Agreement, to perform and observe the covenants and agreements on its part contained in this Agreement and to carry out and consummate all transactions contemplated hereby. By proper action, the County has duly authorized the execution and delivery of this Agreement.
- (c) The Enabling Legislation and the Approval Ordinance authorize the County to enter into this Agreement, and this Agreement has been duly and properly authorized, executed, sealed and delivered by the County, constitutes the valid and legally binding obligation of the County, and is enforceable against the County in accordance with its terms.
- (d) There are no proceedings pending before any court or administrative agency which may affect the authority of the County to enter into this Agreement.
- SECTION 4.2. <u>Representations and Warranties of the Original Seller</u>. The original Seller makes the following representations and warranties with respect to [himself] [herself] [itself] [themselves], but not with respect to any transferee Registered Owner:
- (a) The Seller has full power and authority [and is legally competent] to execute and deliver this Agreement and the Deed of Easement, and to incur and perform the obligations provided for herein and therein. No consent or approval of any person or public authority or regulatory body is required as a condition to the validity or enforceability of this Agreement or the Deed of Easement, or, if required, the same has been duly obtained.
- (b) This Agreement and the Deed of Easement have been duly and properly executed by the Seller, constitute valid and legally binding obligations of the Seller, and are fully enforceable against the Seller in accordance with their respective terms.
- (c) There is no litigation or proceeding pending or, so far as the Seller knows, threatened before any court or administrative agency which, in the opinion of the Seller, will materially adversely affect the authority of the Seller to enter into, or the validity or enforceability of, this Agreement or the Deed of Easement.
- (d) There is (i) no provision of any existing mortgage, indenture, contract or agreement binding on the Seller or affecting the Land, and (ii) to the knowledge of the Seller, no provision of law or order of court binding upon the Seller or affecting the Land, which would conflict with or in any way prevent the execution, delivery, or performance of the terms of this Agreement or the Deed of Easement, or which would be in default or violated as a result of such execution, delivery

or performance, or for which adequate consents, waivers or, if necessary, subordinations, have not been obtained.

- (e) The Seller is the sole owner and lawfully seized of a fee simple estate in the Land and has the right to grant and convey the easement conveyed pursuant to the Deed of Easement. Further, there exist no liens, security interests or other encumbrances on or with respect to the Land (other than Permitted Encumbrances), and the Seller specially warrants and will defend the County's right, title and interest in and to the easement granted under the Deed of Easement.
- (f) The Seller is not a nonresident alien of the United States of America for purposes of federal income taxation.

The representations in subsection (f) above are made under penalties of perjury and the information contained therein may be disclosed by the County to the Internal Revenue Service. The Seller acknowledges that any false statement in such subsection could be punished by fine, imprisonment or both.

ARTICLE V PROVISIONS RELATING TO EXCLUSION OF INTEREST FROM INCOME FOR FEDERAL INCOME TAXATION

SECTION 5.1. <u>Intent of County and Tax Covenant of County</u>. The County intends that the interest payable under this Agreement shall not be includible in the gross income of the Registered Owner for purposes of federal income taxation pursuant to Section 148 of the Code. Accordingly, the County shall not knowingly take or permit to be taken any other action or actions or omit or fail to take any action, which would cause this Agreement to be an "arbitrage bond" within the meaning of Section 148 of the Code, or which would otherwise cause interest payable under this Agreement to become includible in the gross income of any Registered Owner for purposes of federal income taxation pursuant to Section 148 of the Code.

SECTION 5.2. Acknowledgment of Seller with Regard to Tax Consequences of Transaction. The Seller has received an opinion from Miles & Stockbridge P.C., Bond Counsel, dated the Closing Date, to the effect that under existing laws, regulations, rulings and decisions, interest payable under this Agreement is not includible in the gross income of the Seller for federal income tax purposes, which opinion assumes continuous compliance with certain covenants in the Tax Certificate and Compliance Agreement to be executed and delivered by the County on the Closing Date and is otherwise limited in accordance with its terms. The Seller acknowledges that [he] [she] [it] [they] [has] [have] made their own independent investigation and [has] [have] consulted with attorneys, accountants and others selected by the Seller in the Seller's sole discretion with respect to all other tax considerations related to the transaction contemplated hereby (including, but not limited to, installment sales treatment under Section 453 of the Code, charitable contribution deductions under Section 170 of the Code, and federal estate tax implications); and the Seller certifies that the Seller has not looked to or relied upon the County or any of its officials, agents or employees, or to Bond Counsel, with respect to any of such matters.

ARTICLE VI THE REGISTRAR

- SECTION 6.1. <u>Appointment of Registrar</u>. Manufacturers and Traders Trust Company, a New York banking corporation, is hereby designated and appointed to act as Registrar for this Agreement.
- SECTION 6.2. Ownership of Agreement. The Registrar, in its individual capacity or as trustee for holders of participation interests in this Agreement, may in good faith buy, sell, own and hold this Agreement, and may join in any action which any Registered Owner may be entitled to take with like effect as if it did not act as Registrar hereunder. The Registrar, in its individual capacity, either as principal or agent, may also engage in or be interested in any financial or other transaction with the County and may act as depository, trustee or agent for other obligations of the County as freely as if it did not act in any capacity hereunder.
- SECTION 6.3. Removal of Registrar and Appointment of Successor Registrar. The County shall have the right, subject to the terms of any agreement with the Registrar, to remove the Registrar at any time by filing with the registrar to be removed, and with the Registered Owner, an instrument in writing. Notwithstanding the foregoing, such removal shall not be effective until a successor Registrar has assumed the Registrar's duties hereunder.
- SECTION 6.4. Qualifications of Successor Registrar. Any successor Registrar shall be either (a) the Department of Finance of the County, (b) an officer or employee of the County, or (c) a bank, trust company or other financial institution duly organized under the laws of the United States or any state or territory thereof which is authorized by law and permitted under the laws of the State to perform all the duties imposed upon it as Registrar by this Agreement.
- SECTION 6.5. Successor by Merger or Consolidation. If the Registrar is a bank, trust company or other financial institution, any institution or corporation into which the Registrar hereunder may be merged or converted or with which it may be consolidated, or any corporation resulting from any merger or consolidation to which the Registrar hereunder shall be a party or any institution or corporation succeeding to the corporate trust business (if any) of the Registrar, shall be the successor Registrar under this agreement, without the execution or filing of any paper or any further act on the part of the parties hereto, anything in this Agreement to the contrary notwithstanding.

ARTICLE VII MISCELLANEOUS

SECTION 7.1. Successors of County. In the event of the dissolution of the County, all the covenants, stipulations, promises and agreements in this Agreement contained, by or on behalf of, or for the benefit of, the County, the Seller, any other Registered Owner and the Registrar, shall bind or inure to the benefit of the successors of the County from time to time and any entity, officer, board, commission, agency or instrumentality to whom or to which any power or duty of the County shall be transferred.

- SECTION 7.2. <u>Parties in Interest</u>. Except as herein otherwise specifically provided, nothing in this Agreement expressed or implied is intended or shall be construed to confer upon any person, firm or corporation, other than the County, the Seller, any other Registered Owner and the Registrar, any right, remedy or claim under or by reason of this Agreement, this Agreement being intended to be for the sole and exclusive benefit of the County, the Seller, any other Registered Owner from time to time of this Agreement and the Registrar.
- SECTION 7.3. Binding Effect. This Agreement shall be binding upon and inure to the benefit of the parties hereto, their successors and assigns, including, without limitation, all Registered Owners from time to time of this Agreement.
- SECTION 7.4. Severability. In case any one or more of the provisions of this Agreement shall, for any reason, be held to be illegal or invalid, such illegality or invalidity shall not affect any other provisions of this Agreement and this Agreement shall be construed and enforced as if such illegal or invalid provisions had not been contained herein or therein.
- SECTION 7.5. Prior Agreements Cancelled; No Merger. This Agreement and the Deed of Easement shall completely and fully supersede all other prior agreements, both written and oral, between the County and the Seller relating to the acquisition of the Development Rights. Neither the County nor the Seller shall hereafter have any rights under such prior agreements but shall look solely to this Agreement and the Deed of Easement for definitions and determination of all of their respective rights, liabilities and responsibilities relating to the Land, the Development Rights and the payment for the Development Rights. In addition, this Agreement shall survive the execution and recording of the Deed of Easement in all respects and shall not be merged therein.
- SECTION 7.6. Amendments, Changes and Modifications. This Agreement may not be amended, changed, modified, altered or terminated except by an agreement in writing between the County and the then-Registered Owner. An executed counterpart of any such amendment shall be attached to this Agreement and shall be binding upon such Registered Owner and all successor Registered Owners.
- SECTION 7.7. No Personal Liability of County Officials. No covenant or agreement contained in this Agreement shall be deemed to be the covenant or agreement of any official, officer, agent or employee of the County in his or her individual capacity, and neither the officers or employees of the County nor any official executing this Agreement shall be liable personally on this Agreement or be subject to any personal liability or accountability by reason of the issuance thereof.
- SECTION 7.8. Governing Law. The laws of the State shall govern the construction and enforcement of this Agreement.
- SECTION 7.9. Notices. Except as otherwise provided in this Agreement, all notices, demands, requests, consents, approvals, certificates or other communications required under this Agreement to be in writing shall be sufficiently given and shall be deemed to have been properly given three Business Days after the same is mailed by certified mail, postage prepaid, return receipt requested, addressed to the person to whom any such notice, demand, request, approval, certificate or other communication is to be given, at the address for such person designated below:

County: Howard County, Maryland George Howard Building 3430 Court House Drive Ellicott City, Maryland 21043 Attention: Director of Finance with a copy to: Gary W. Kuc County Solicitor Office of Law 3450 Court House Drive Ellicott City, Maryland 21043 Seller: Registrar: Manufacturers and Traders Trust Company One Light Street – 14th Floor – MD2-L140 Baltimore, Maryland 21202

Any of the foregoing may, by notice given hereunder to each of the others, designate any further or different addresses to which subsequent notices, demands, requests, consents, approvals, certificates or other communications shall be sent hereunder.

Attention: Cara Gregg

SECTION 7.10. <u>Holidays</u>. If the date for making any payment or the last date for performance of any act or the exercising of any right, as provided in this Agreement, shall not be a Business Day, such payment may, unless otherwise provided in this Agreement, be made or act performed or right exercised on the next succeeding Business Day with the same force and effect as if done on the nominal date provided in this Agreement, and in the case of payment no interest shall accrue for the period after such nominal date.

SECTION 7.11. <u>References to the Seller</u>. All references herein to the Seller shall be deemed plural if more than one person has an interest in the Land. Any pronoun reference herein shall be deemed to apply to the appropriate gender or person, as the case may be.

[SIGNATURES APPEAR ON THE FOLLOWING PAGES,]

Signature Page 1 of 2 to

INSTALLMENT PURCHASE AGREEMENT (202_-_)

WITNESS the signatures and seals of the parties hereto as of the date first above written.

WITNESS:		
		(SEAL)
	Name:	
		(SEAL)
	Name:	

Signature Page 2 of 2 to

INSTALLMENT PURCHASE AGREEMENT (202_-_)

WITNESS the signatures and seals of the parties hereto as of the date first above written.

[COUNTY'S SEAL]	HOWARD COUNTY, MARYLAND	
ATTEST:	By: Calvin Ball, County Executive	
Lonnie R. Robbins, Chief Administrative Officer		
APPROVED:	APPROVED for Form and Legal Sufficiency this day of, 202	
Amy Gowan, Director Department of Planning and Zoning	Gary W. Kuc County Solicitor	
APPROVED for Sufficiency of Funds:	Reviewed by:	
Rafiu Ighile, Director Department of Finance	Morenike Oyenusi, Senior Assistant County Solicitor	

EXHIBIT A

FORM OF DEED OF AGRICULTURAL LAND PRESERVATION EASEMENT

DESCRIPTION OF LAND

EXHIBIT C

PERMITTED ENCUMBRANCES

ASSIGNMENT

FOR VALUE RECEIVE	ED, and
([col	llectively,] the "Seller") hereby sell[s], assign[s] and
transfer[s] unto	, without recourse, all of
the Seller's right, title and interest in and	to the Installment Purchase Agreement to which this
Assignment is attached; and the Seller herel	by irrevocably directs the Registrar (as defined in such
Agreement) to transfer such Agreement on the	ne books kept for registration thereof. The Seller hereby
represent[s], warrant[s] and [certify] [cert	ifies] that there have been no amendments to such
Agreement [except].	
Date:	
	NOTICE: The signature on this Assignment must correspond with of the name of the Registered Owner as it appears on the registration books for the Installment Purchase Agreement referred to herein in every particular, without alteration or enlargement or any change whatever.

TRANSFER OF AGREEMENT - SCHEDULE OF TRANSFEREES

The transfer of this Installment Purchase Agreement may be registered only by the Registered Owner under such Agreement in person or by its duly authorized officer or attorney upon presentation hereof to the Registrar, who shall make note thereof in the books kept for such purpose and in the registration blank below.

Date of	Name of	Outstanding Balance	Signature
Registration	Transferee	of	of
of Transfer	Registered Owner	Deferred Purchase Price	Registrar

Amendment 1 to Council Bill No. 70-2021

BY: The Chairperson at the request of the County Executive

Legislative Day 17
Date: November 1, 2021

Amendment No. 1

(This amendment corrects the address of the property.)

- 1 In the title, in the third line, strike "west side of Jennings Chapel Road, Brookeville," and
- 2 substitute "the north side of Forsythe Road, Sykesville,".

3

- 4 On page 2, in line 9, strike "west side of Jennings Chapel" and substitute "north side of
- 5 Forsythe".

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7 On page 2, in line 10, strike "Brookeville" and substitute "Sykesville".

Connell Administrator

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BY THE COUNCIL

This Bill, having been approved by the Executive and returned to the Council, stands enacted on				
Movember 3, 2021.				
Michelle Harrod, 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				
Michelle Harrod, 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, 2021.				
Michelle Harrod, 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, 2021.				
Michelle Harrod, 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				
Michelle Harrod, 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, 2021.				
Michelle Harrod, Administrator to the County Council				

INTRODUCED 10-4-2021
PUBLIC HEARING
COUNCIL ACTION
EXECUTIVE ACTION
EFFECTIVE DATE

County Council of Howard County, Maryland

2021 Legislative Session

Legi lative Day No. 16

Bill No. 70 -2021

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

AN ACT approving and providing for a multi-year Installment Pytchase Agreement by Howard County, Maryland to acquire development rights in approximately 127.71 acres of agricultural land located on west side of Jennings Chapel Road, Brook ville, Howard County, Maryland, currently owned by the Jean R. Dickey Inter Vivos Trust under contract to be owned by AFS Farm LLC and Sharp's Wild Horse Meadow LLC, or any other owner thereof for a maximum purchase price of \$4,827,500 or, if less, not more than \$7,800 per acre or portion thereof, rounded to the next highest \$100, plus interest on the deferred portion of such purchase price; providing that the County's obligation to pay such purchase price and interest on the deferred portion of such purchase price shall be a full faith and credit general obligation of the County; providing for the levying of taxes for such payments; authorizing the County Executive to modify such Agreement; and providing for and determining various matters in connection therewith.

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Introduced and read first time October 4, 202	Ordered posted and hearing scheduled.
	By order Muchalle Harrod, Administrator
Having been posted and notice of time & place of hearing & for a second time at a public hearing on	title of Bill having been published according to Charter, the Bill was read, 2021.
	By order
This Bill was read the third time on, 2021 and	Passed, Passed with amendments, Failed
	By order
Sealed with the County Seal and presented to the County Ex a.m./p.m.	ecutive for approval thisday of, 2021 at
	By order Michelle Harrod, Administrator
Approved by the County Effective	, 2021
	Calvin Ball, 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; <u>Underlining</u> indicates material added by amendment.

Recitals

In accordance with the provisions of Article VI of the Charter of Hox and County (the "Charter"), Howard County, Maryland (the "County") has included in its Capital Budget for fiscal year 2021 a capital project (Project No. G-0163) permitting the County to enter into installment purchase agreements to acquire development rights in agricultural lands located within the County, which Capital Budget was adopted by the County Council of Howard County (the "County Council") in accordance with the Charter.

Section 612 of the Charter provides that "and contract, lease or other obligation requiring the payment of funds from appropriations of a later fiscal year shall be made or approved by ordinance", and Section 616 of the Charter provides that evidences of indebtedness may be sold by private negotiated sale if the County Council shall find and determine that it is not practical to sell such evidences of indebtedness at public sale; and pursuant to (a) Article VI of the Charter (b) Sections 15.500 to 15.520, inclusive, of the Howard County Code (the "Agricultural Land Preservation Act") and (c) Council Bill No. 31-2013, enacted on May 31, 2013 and effective on July 31, 2013 or Council Bill No. 47-2017, enacted on June 1, 2017 and effective on August 1, 2017 (whichever is then in effect, the "Authorizing Act"), the County has been authorized and empowered to enter into such installment purchase agreements for a remaining purchase price of not more than \$861,292.35, plus interest thereon.

The Authorizing Act provides that the County Council, by an ordinance or ordinances adopted from time to time in accordance with Section 612 of the Charter and other applicable provisions of law, shall approve and provide for (a) the acquisition of the development rights in each particular parcel of agricultural property which is to be the subject of an installment purchase agreement and (b) the form and content of each installment purchase agreement, including, without limitation, (i) the aggregate purchase price thereunder (or the maximum aggregate purchase price and the method of determining the final purchase price subject to such limitation) and the date of payments of installments of the purchase price (not exceeding

twenty years from the date of execution and delivery of such installment purchase agreement),

(ii) the interest rate or rates per annum (or the method of determining such rate or rates)

payable on any such installment purchase agreement from time to time, and (iii) the required

4 signatures on such documents.

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The County has now determined to enter into an Install nent Purchase Agreement with the Jean R. Dickey Inter Vivos Trust or any other person that is or becomes the owner of all or any portion of the Land (hereinafter defined) prior to execution and delivery of such Installment Purchase Agreement, in order to acquire the development rights in approximately 127.71 acres, more or less, of agricultural land logated on the west side of Jennings Chapel Road, Brookeville, Howard County, Maryland (he "Land"), currently owned by the Jean R. Dickey Inter Vivos Trust and under contract to be owned by AFS Farm LLC and Sharp's Wild Horse Meadow LLC, for an aggregate purchase price not in excess of \$4,827,500 plus interest on the unpaid balance of such purchase price, as hereinafter provided. The actual amount of the purchase price shall be equal to the lesser of such maximum amount or not more than \$37,800 times the number of acres in such land, rounded to the next highest \$100.00, all upon the terms and conditions hereinafter set forth.

Now, therefore

Section 1. Be it enacted by the County Council of Howard County, Maryland,

(a) That floward County, Maryland is authorized to enter into an Installment Purchase Agreement (the "Installment Purchase Agreement") with the Jean R. Dickey Inter Vivos Trust, or any other person who is or becomes the owner of all or any portion of the Land prior to the elecution and delivery of the Installment Purchase Agreement (the "Seller"), in order to acquire the development rights in the Land (the "Development Rights") currently owned by the Jan R. Dickey Inter Vivos Trust and under contract to be owned by AFS Farm LLC and Shap's Wild Horse Meadow LLC as part of Capital Project No. G-0163, for an aggregate pirchase price not in excess of \$4,827,500 (the "Purchase Price"), plus interest on the Deferted Purchase Price (hereinafter defined) as hereinafter provided; provided that the

- actual amount of the Purchase Price shall be equal to the lesser of such maximum amount not
- 2 more than \$37,800 multiplied by the number of a res in the Land, rounded to the next highest
- 3 \$100.00.
- 4 (b) The Installment Purchase Agreement shall be in substantially the form
- 5 attached as Exhibit I hereto. Such form of Installment Purchase Agreement is incorporated
- 6 herein by reference and in such form the installment Purchase Agreement is hereby approved
- as to form and content. The Installmen Purchase Agreement shall be dated as of the date of
- 8 execution and delivery thereof by the county and the Seller (the "Closing Date").
- 9 (c) A portion of the Purchase Price equal to 5% of the total Purchase Price
- shall be paid to the Seller on the Closing Date. The balance of the Purchase Price (the
- "Deferred Purchase Price") shall be paid to the Seller or its assignee in twenty (20) equal
- annual installments beginning on the first principal payment date, February 15 or August 15,
- after the Closing Date, and conjuning on February 15 or August 15 of each year thereafter.
- (d) Interest on the unpaid balance of the Deferred Purchase Price shall accrue
- 15 from the Closing Date and shall be payable semiannually on February 15 and August 15 in
- each year, commencing on the first of such dates to follow the Closing Date and continuing
- 17 to and including the date of ayment of the final installment of the Deferred Purchase Price at
- the interest rate of 1% per num. Interest shall be calculated on the basis of a 360-day year
- of twelve 30-day months.
- 20 (e) The County's obligation to pay the Deferred Purchase Price under the
- 21 Installment Purchase A reement and to pay interest thereon is and shall be a general
- obligation of the County and is and shall be made upon its full faith and credit.
- 23 Section 2. Be further enacted by the County Council of Howard County,
- 24 Maryland, that it is helf by found and determined that:
- 25 (a) The acquisition of the Development Rights in the Land as set forth in
- Section 1 of this Ordinance and in the form of the Installment Purchase Agreement attached
- 27 hereto is in the best interest of the County.

1 (b) The Installment Purchase Agreement is a contract providing for the 2 payment of funds at a time beyond the fiscal year in which it is made and requires the payment 3 of funds from appropriations of later fiscal years. (c) Funds for the payment of the Purchase Price under the Installment 4 Purchase Agreement are included in the Capital Budge as part of Project No. G-0163. 5 (d) The Development Rights in the Zand shall be acquired by the County and 6 extinguished and the covenants in the Deed of Africultural Land Preservation Easement shall 7 remain on the Land in perpetuity. 8 (e) The Purchase Price is within the legal limitation on the indebtedness of 9 the County as set forth in Article VI of the Charter. 10 11 (f) The cost of acquiring the Development Rights in the Land is equal to the Purchase Price. 12 (g) The Purchase rice was established by the Agricultural Land Preservation 13 Board in accordance with the previsions of the Agricultural Land Preservation Act and agreed 14 to by the Seller. 15 Section 3. Be it further enacted by the County Council of Howard County, 16 Maryland, That upon agreement with the Seller, the Installment Purchase Agreement shall 17 be signed by the County Executive of the County (the "County Executive") by his manual 18 signature, and the Installment Purchase Agreement shall bear the corporate seal of the County, 19 attested by the manual signature of the Chief Administrative Officer of the County (the "Chief 20 Administrative Officer"). In the event that any officer whose signature shall appear on the 21 Installment Purchase Agreement shall cease to be such officer before the delivery of the 22 Installment Pur hase Agreement, such signature shall nevertheless be valid and sufficient for 23 all purposes, see same as if such officer had remained in office until delivery. 24 Sect in 4. Be it further enacted by the County Council of Howard County, 25

Maryland That the County Executive is hereby authorized, prior to execution and delivery

of the Installment Purchase Agreement, to make such changes or modifications in the form of

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the Installment Purchase Agreement attached hereto and incorporated berein by reference as may be required or deemed appropriate by him in order to accomplish the purpose of the transactions authorized by this Ordinance; provided that such changes shall be within the scope of the transactions authorized by this Ordinance; and the execution of the Installment Purchase Agreement by the County Executive shall be conclusive evidence of the approval by the County Executive of all changes or modifications in the form of the Installment Purchase Agreement and the due execution of the Installment Purchase Agreement on behalf of the County, and the Installment Purchase Agreement shall thereupon become binding upon the County in accordance with its terms, as authorized by Article VI of the Charter, Sections 15.500 to 15.520, inclusive, of the Howard County Code and the Authorizing Act (collectively, the "Enabling Legislation"), and as provided for in this Ordinance.

Section 5. Be it further enacted by the County Council of Howard County, Maryland, That the County Executive, the Chief Administrative Officer, the Director of Finance and other officials of the County are hereby authorized and empowered to do all such acts and things and to execute, acknowledge, seal and deliver such documents and certificates, as the County Executive may determine to be necessary to carry out and comply with the provisions of this Ordinance subject to the limitations set forth in the Enabling Legislation and any limitations set forth in this Ordinance.

Section 6. Be if further enacted by the County Council of Howard County, Maryland, That Many facturers and Traders Trust Company is hereby designated and appointed as registrar and paying agent for the Installment Purchase Agreement (the "Registrar"). The Registrar shall maintain or cause to be maintained books of the County for the registration and transfer of ownership of the Installment Purchase Agreement. In addition, the County may from time to time, designate and appoint the Department of Finance of the County, any officer or employee of the County or one or more banks, trust companies, corporations or other financial institutions to act as a substitute or alternate registrar or paying agent for the Installment Purchase Agreement, and any such substitute or alternate shall be

deemed to be the Registrar or an alternate Registrar for all purposes specified in the resolution appointing such substitute or alternate. Any such appointment shall be made by the County Council by resolution; and the exercise of such power of appointment, no matter how often, shall not be an exhaustion thereof.

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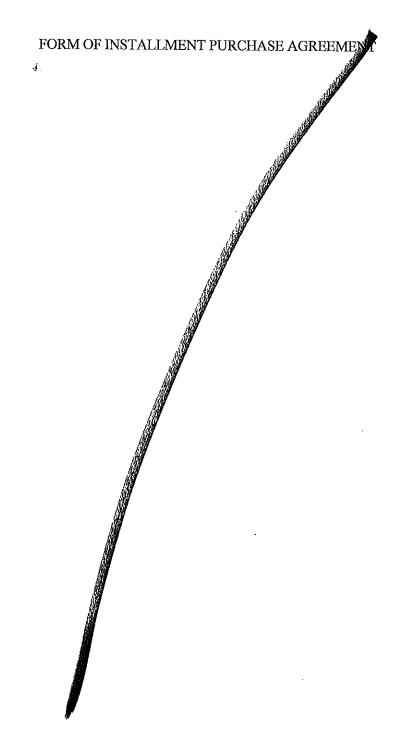
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Section 7. Be it further enacted by the County Council of Howard County, Maryland, That for the purpose of paying the installments of the Purchase Price when due and payable and the interest on the unpaid portion of the Differred Purchase Price when due and payable, there is hereby levied and there shall hereafter be levied in each fiscal year that any portion of the Purchase Price payable under the Installment Purchase Agreement remains outstanding, ad valorem taxes on real and tangille personal property and intangible property subject to taxation by the County without limitation of rate or amount and, in addition, upon such other intangible property as may be subject to taxation by the County within limitations prescribed by law, in an amount sufficient, together with the portion of the transfer tax imposed on transfers of real property in Howard County which is dedicated to agricultural land preservation and other available funds, to pay any installment of the Purchase Price under the Installment Purchase Arreement maturing during the succeeding year and to pay the annual interest on the our standing balance of the Deferred Purchase Price until the total Purchase Price under the Installment Purchase Agreement and such interest have been paid in full: and the full faith and credit and the unlimited taxing power of the County are hereby irrevocably pledged to the punctual payment of the Purchase Price under the Installment Purchase Agreement and the interest on the unpaid balance of the Deferred Purchase Price as and when the same respectively become due and payable.

Section 8. And Be it further enacted by the County Council of Howard County, Maryland, that this Ordinance shall take effect on the date of its enactment.

EXHIBIT I



and the Seller HOWARD COUNTY, MARYLAND, the County INSTALLMENT PURCHASE AGREEMENT (Agreement No. 202_-_)

TABLE OF CONTENTS

(This Table of Contents is not part of the Installment Purchase Agreement and is only for convenience of reference)

Section RECITALS		Page
AGREEMENTS		
		J
SECTION 1.1.	ARTICLE I Definitions	
SECTION 1.1.	Definitions	l
DDC HOTY 1.2.	ARTICLE II	3
SECTION 2.1.	Agreement to Sell and Purchase Development Rights	4
SECTION 2.2.	Delivery of Deed of Easement	4
	ARTICLE III	******
SECTION 3.1.	Payment of Total Purchase Price	4
SECTION 3.2.	Registration and Transfer of this Agreement	5
SECTION 3.3.	Mutilated, Lost, Stolen or Destroyed Agreement ARTICLE IV	6
SECTION 4.1.	Representations and Warfunties of the County	7
SECTION 4.2.	Representations and Warrenties of the Original Seller	7
SECTION 5.1.	Intent of County and Toy Coverent of County	
SECTION 5.2.	Intent of County and Tax Covenant of County	ð
220110110.2.	Transaction	0
	ARTICLE	0
SECTION 6.1.	Appointment of Registrar	9
SECTION 6.2.	Ownership of Agreement	9
SECTION 6.3.	Removal of Registrar and Appointment of Successor Registrar	9
SECTION 6.4.	Qualifications of Successor Registrar	9
SECTION 6.5.	Successor by Merger or Consolidation	9

ARTICLE VII

SECTION 7.1.	Successors of County	9
SECTION 7.2.	Parties in Interest	
SECTION 7.3.	Binding Effect	10
SECTION 7.4.	Severability	10
SECTION 7.5.	Prior Agreements Cancelled; No Merger	10
SECTION 7.6.	Amendments, Changes and Modifications	10
SECTION 7.7.	No Personal Liability of County Officials	
SECTION 7.8.	Governing Law	10
SECTION 7.9.	Notices	10
SECTION 7.10.	Holidays	11

EXHIBIT A - Form of Deed of Agricultural Land Preservation Easement

EXHIBIT B - Description of Land

EXHIBIT C - Permitted Encumbrances

EXHIBIT D - Form of Assignment

EXHIBIT E - Transfer of Agreement - Schedul of Transferees

INSTALLMENT PURCHASE AGREEMENT

(Agreement No. 202_-_)

THIS INSTALLMENT PURCHASE AGREEMEN (this "Agreement") is made as of the day of, 202_ between and ([collectively], the "Seller"), and HOWARD COUNTY, MARYLAND, abody corporate and politic of the State of Maryland (the "County"). RECIT_LS
A. Pursuant to and in accordance with the Enabling Legislation, as amended, the County is authorized to protect and enhance agricultural land. Howard County, Maryland by purchasing the Development Rights (as defined therein) in agricultural lands located within the County.
B. The Seller is the owner in fee simple of certain agricultural real property located in Howard County, Maryland and more particularly described in Exhibit B hereto (the "Land"). The Seller has offered to sell to the County the Seller's Development Rights in the Land and the County has accepted such offer, all upon and subject to the conditions set forth in this Agreement.
C. The total purchase price payable for the Seller's Development Rights shall be \$ (the "Total Purchase Price"). A portion of the Total Purchase Price in the amount of \$ shall be paid to the Seller on the date hereof, and the balance of the Total Purchase Price in the amount of \$ (the "Deferred Purchase Price") shall be payable to the Seller in 20 annual installments as provided herein.
D. The County will receive the Seller's Development Rights in the Land for conservation purposes, which includes the preservation of farm land, forest land and open space, pursuant to the County's conservation policy and to enhance agriculture in Howard County and protect natural and ecological resources.
E. Except for the limited transferability described in the Deed of Easement referred to herein, the transfer by the Seller of [his/her/their] Development Rights in the Land shall be in perpetuity.
NOW, THEREFORE, in consideration of the foregoing and of the mutual covenants and agreements hereinafter set forth, and for other good and valuable consideration, the receipt and sufficiency whereof are hereby acknowledged, the Seller and the County hereby agree as follows: ARTICLE I DIFFINITIONS

SECTION 1.1. <u>Definitions</u>. As used in this Agreement, the following terms have the following meanings, unless the context clearly indicates a different meaning:

"Agricultural Use" means farming and includes:

- (1) Dairying, pasturage, growing crops, bee keeping, horticulture, floriculture, orchards, plant nurseries, viticulture, silviculture, aquaculture, and animal and poultry husbandry;
- (2) The breeding, raising, training and general care of livestock for uses other than food, such as sport or show purposes
- (3) Construction and maintenance of barns, silos and other similar structures, the use of farm machinery, the primary processing or agricultural products and the sale of agricultural products produced on the Land; and
- (4) Other uses directly related to or as an accessory use of the Land for farming and agricultural purpose.

"Approval Ordin	nance" means C	Coun II Bill	No2021	, passed by the	he County	Council	at a
regular meeting duly call	led and held on		, 2021 and ap	proved by the	e County E	xecutive	and
effective on	, 2021						

"Business Day" or "business day" means a day on which (a) banks located in each of the cities in which the principal office of the county or the Registrar is located are not required or authorized by law or executive order to close for business, and (b) The New York Stock Exchange is not closed.

"Closing Date" means the date of this Agreement, which is the date of execution and delivery of this Agreement by the particle hereto.

"Code" means the Ir ernal Revenue Code of 1986, as amended. Each reference to the Code herein shall be deemed to it clude the United States Treasury Regulations in effect or proposed from time to time with respect thereto.

"County" mean Howard County, Maryland, a body corporate and politic and a political subdivision created and existing under and by virtue of the Constitution and laws of the State, its successors and assign

"County Council of Howard County, Maryland.

"County Executive" means the County Executive of Howard County, Maryland.

"Deed of Lasement" means the Deed of Agricultural Land Preservation Easement dated the Closing Date from the Seller to the County, which shall convey the Development Rights to the County in perpetuity. The Deed of Easement shall be substantially in the form attached hereto as Exhibit A and made a parameter of.

"Deferred Purchase Price" means \$______, the deferred portion of the Total Purchase Price to be paid by the County to the Registered Owner in accordance with this Agreement.

"Development Rights" means the rights to develop the Land for any purpose other than Agricultural Uses. "Development Rights" shall include, but not be limited to, the right to use the Land for industrial or commercial uses, for residential purposes (except as set forth in Sections 15.500 to 15.520, inclusive, of the Howard County Code, as amended), or the storage or depositing of trash, junk, rubbish or debris. "Enabling Legislation" means, collectively, (1) Article VI of the Howard Jounty Charter, (2) Sections 15.500 to 15.520, inclusive, of the Howard County Code, as amended and (3) Council Bill No. ____, passed by the County Council on _____, approved by the County Decutive and enacted on and effective on . "Interest Payment Date" means February 15 and August 15 in each year, commencing , 202. "Land" means the tract of land located in Howard County, Maryland, containing approximately _____ acres, and more particularly described in Exhibit B attached hereto and made a part thereof; provided, however, that if any lot is released from the encumbrance of the Deed of Easement in accordance with the terms hereof, such loss or released shall not thereafter be considered to be part of the Land. "Permitted Encumbrances" means the encumbrances listed on Exhibit C attached hereto and made a part hereof and any encumbrances of or with respect to the Land or any portion thereof hereafter approved by the County. "Person" or "person" means any fatural person, firm, association, corporation, company, trust, partnership, public body or other enitty. "Registered Owner" means the registered owner of this Agreement as shown on the registration books maintained by the Registrar. "Registrar" means Manufacturers and Traders Trust Company, a New York banking corporation, or any other person bereafter appointed by the County to act as Registrar and paying agent for this Agreement. "Seller" means and _____, [his] [her] [its] [their] [heirs, personal representatives, suggesters and assigns. "State" means the State of Maryland.

SECTION 1.2. Rules of Construction. The words "hereof", "herein", "hereunder", "hereto", and other words of similar import refer to this Agreement in its entirety.

County to the Registered Dwner in accordance with this Agreement.

"Total Purchase Vice" means \$_____, the total purchase price to be paid by the

The terms "agree" and "agreements" contained herein are intended to include and mean "covenant" and "covenants".

References to Articles, Sections, and other subdivisions of this Agreement are to the designated Articles, Sections, and other subdivisions of this Agreement.

The headings of this Agreement are for convenience only and shall not define or limit the provisions hereof.

All references made (a) in the neuter, masculine or feminine gender hall be deemed to have been made in all such genders, and (b) in the singular or plural number shall be deemed to have been made, respectively, in the plural or singular number as well.

ARTICLE II SALE AND PURCHASE OF DEVELOPMENT RIGHTS

SECTION 2.1. <u>Agreement to Sell and Purchase Development Rights</u>. The Seller agrees to sell the Development Rights to the County and the County agrees to purchase the Development Rights from the Seller on the date hereof for a purchase pice of \$_____ (the "Total Purchase Price").

SECTION 2.2. <u>Delivery of Deed of Easement</u>. In order to evidence the sale of the Development Rights to the County, the Seller shall execute and deliver to the County on the Closing Date the Deed of Easement in the form attached hereto as <u>Exhibit A</u> and made a part hereof. The Deed of Easement shall be recorded among the Land Records of Howard County, Maryland.

ARTICLE III PAYM NT OF TOTAL PURCHASE PRICE

SECTION 3.1. Payment Total Purchase Price.

payment.

(a) The County shall pay a portion of the Total Purchase Price in the amount of
\$ to the Seller on the Closing Date and shall pay the Deferred Purchase Price to the
Registered Owner in twenty (2) equal installments of \$ on [February 15] [August 15],
and on the same day of each year thereafter to and including [February 15] [August 15],
(b) Interest on the unpaid balance of the Deferred Purchase Price shall accrue
from the date hereof and shall be payable to the Registered Owner on [February 15] [August 15],
202_ and semiannually hereafter on February 15 and August 15 in each year to and including
[February 15] [August 5], at the rate of% per annum. Interest shall be calculated on the
basis of a 360-day year of twelve 30-day months. No interest shall be payable on the portion of the
Total Purchase Price Payable on the Closing Date.

Deferred Purchas Price are payable in lawful money of the United States of America, at the time of

The Total Purchase Price and the interest on the unpaid balance of the

- be made by the County on each Interest Payment Date to the Registrar, and payments of the annual installments of the Deferred Purchase Price shall be tade on the dates set forth in Section 3.1.(a) above. The Registrar shall forward all such payments other than the final installment of the Deferred Purchase Price) to the person appearing on the books of the County maintained by the Registrar as the Registered Owner, by check or draft mailed to the Registered Owner at the address of the Registered Owner as it appears on such registration books or, if the Registered Owner is a trustee who has issued certificates of participation in this Agreement, by wire transfer to such Registered Owner to the bank account number on file with the Registers on the tenth day before the applicable Interest Payment Date, or if such tenth day is not a Bushless Day, the Business Day next preceding such day. The final installment of the Deferred Purchase Price shall be paid by the Registrar to the Registered Owner upon presentation and surrender of this Agreement at the office of the Registrar.
- (e) The County's obligation to make payments of the Total Purchase Price hereunder and to pay interest on the unpaid balance of the Deferred Purchase Price is a general obligation of the County, and the full faith, and credit and the unlimited taxing power of the County are irrevocably pledged to the punctual payment of the Deferred Purchase Price and the interest on the unpaid balance of the Deferred Purchase Price as and when the same respectively become due and payable.
- Owner assigns [his] [her] [its] [their] right, title and interest in and to this Agreement to a trustee in connection with the creation of a trust by such Registered Owner and the issuance of certificates of participation in this Agreement by such trustee, such trustee shall be, and shall be listed on the registration books maintained by the Registera as, the Registered Owner of this Agreement, and all payments to be made under this Agreement after the creation of such trust shall be made directly to such trustee.

SECTION 3.2. Registration and Transfer of this Agreement.

- (a) Until the Deferred Purchase Price and all interest thereon have been paid in full, the County shall maintain and keep at the offices of the Registrar, registration books for the registration and transfer of this Agreement; and upon presentation of this Agreement for such purpose at the offices of the Registrar, the Registrar shall register or cause to be registered on such registration books, and permit to be transferred thereon, under such reasonable regulations as the County or the Registrar may prescribe, the ownership of this Agreement.
- transferable only upon the books of the county maintained for such purpose by the Registrar, at the written request of the Registered Owner's then shown on such registration books or [his] [her] [its] [their] attorney duly authorized in writing, upon presentation and surrender thereof, together with a written instrument of transfer substantially in the form attached hereto as Exhibit D, or as may otherwise be satisfactory to and approved by the Registrar in writing, duly executed by the Registered Owner or [his] [her] [its] [their] attorney tuly authorized in writing. Upon the surrender for transfer of this Agreement, the Registrar shall complete the Schedule of Transferees attached hereto as Exhibit E with the name, address and tax identification number of the transferee Registered Owner, the date

of the transfer and the outstanding principal balance of the Deferred Purchase Price as of the date of transfer; provided, however, that if there is any conflict between the information set forth in \underline{E} hereto and the registration books maintained by the Registrar, the information shown on such registration books shall control.

The County and the Registrar may deem and treat the poson in whose name this Agreement is registered upon the books of the County maintained by the Registrar as the absolute owner of this Agreement, whether any payments hereunder shall be over due or not, for the purpose of receiving payment of, or on account of, the Deferred Purchase Pace and interest thereon and for all other purposes, and all such payments so made to any such Registered Owner or upon [his] [her] [its] [their] order shall be valid and effectual to satisfy and discharge the liability upon this Agreement to the extent of the sum or sums so paid, and neither the County nor the Registrar shall be affected by any notice to the contrary.

For every registration of transfer of this Agreement, the County or the Registrar may make a charge sufficient to reimburse themselves for any tax or other governmental charge required to be paid with respect to such exchange or transfer, which sum or sums shall be paid by the person requesting such transfer as a condition precedent to the exercise of the privilege of registering such transfer.

SECTION 3.3. Mutilated, Last, Stolen or Destroyed Agreement. In the event that this Agreement is mutilated, lost, stolen or destroyed, the County and the Registered Owner (as then shown on the registration books maintained by the Registrar) shall execute a substitute for this Agreement having the same term as that of this Agreement mutilated, lost, stolen or destroyed; provided that, in the case of an mutilated Agreement, such mutilated Agreement shall first be surrendered to the Registrar, and in the case of any lost, stolen or destroyed Agreement there shall be first furnished to the County and the Registrar evidence of such loss, theft or destruction satisfactory to the County and the Registerr, together with indemnity satisfactory to each of them in their sole discretion. The County and the Registrar may charge the Registered Owner requesting such new Agreement their expenses and reasonable fees, including attorney's fees, in this connection. The Registered Owner shall be responsible for the payment of all such expenses and fees whether or not the Registered Owner subjequently recovers, presents, and surrenders this Agreement at the office of the Registrar. The Registrar shall deduct such expenses from the final installment of the Deferred Purchase Price before aying the balance to the Registered Owner. If after the delivery of such substitute Agreement a bona fide purchaser of the original Agreement (in lieu of which such substitute Agreement was issued) presents for payment such original Agreement, the County and the Registrar shall be entitled to recover such substitute Agreement from the person to whom it was delivered or any of er person who receives delivery thereof, except a bona fide purchaser, and shall be entitled to recover upon the security or indemnity provided therefor or otherwise to the extent of any loss, damaga cost, fees, or expense incurred by the County and the Registrar in connection therewith.

ARTICLE IV REPRESENTATIONS AND WARRANTIES

- SECTION 4.1. Representations and Warranties of the County. The County makes the following representations and warranties:
- (a) The County is a body corporate and politic and a political subdivision of the State of Maryland.
- (b) The County has the necessar power and authority to acquire the Development Rights, to enter into this Agreement, to perform any observe the covenants and agreements on its part contained in this Agreement and to carry out and consummate all transactions contemplated hereby. By proper action, the County has duly authorized the execution and delivery of this Agreement.
- (c) The Enabling Legislation and the Approval Ordinance authorize the County to enter into this Agreement, and this Agreement has been duly and properly authorized, executed, sealed and delivered by the County, constitutes the valid and legally binding obligation of the County, and is enforceable against the County in accordance with its terms.
- (d) There are no proceedings pending before any court or administrative agency which may affect the authority of the County to enter into this Agreement.
- SECTION 4.2. <u>Representation and Warranties of the Original Seller</u>. The original Seller makes the following representations and warranties with respect to [himself] [herself] [itself] [themselves], but not with respect to any transferee Registered Owner:
- (a) The Seller has full power and authority [and is legally competent] to execute and deliver this Agreement and the Deed of Easement, and to incur and perform the obligations provided for herein and therein. To consent or approval of any person or public authority or regulatory body is required as a condition to the validity or enforceability of this Agreement or the Deed of Easement, or, if required, the same has been duly obtained.
- (b) This Agreement and the Deed of Easement have been duly and properly executed by the Seller, constitute valid and legally binding obligations of the Seller, and are fully enforceable against the Seller in accordance with their respective terms.
- (c) There is no litigation or proceeding pending or, so far as the Seller knows, threatened before any court or administrative agency which, in the opinion of the Seller, will materially adversely affect the authority of the Seller to enter into, or the validity or enforceability of, this Agreement or the Deed of Easement.
- (d) There is (i) no provision of any existing mortgage, indenture, contract or agreement binding on the Seller or affecting the Land, and (ii) to the knowledge of the Seller, no provision of law or order of court binding upon the Seller or affecting the Land, which would conflict with or in any way prevent the execution, delivery, or performance of the terms of this Agreement or the Deed of Easement, or which would be in default or violated as a result of such execution, delivery

or performance, or for which adequate consents, waivers or, if necessary, subordinations, have not been obtained.

1

- (e) The Seller is the sole owner and lawfully seized of a fee simple estate in the Land and has the right to grant and convey the easement conveyed pursuant to the Deed of Easement. Further, there exist no liens, security interests or other encumbrances on or with respect to the Land (other than Permitted Encumbrances), and the Seller specially warrants and will defend the County's right, title and interest in and to the easement granted under the Deed of Easement.
- (f) The Seller is not a nonresident alien of the United States of America for purposes of federal income taxation.

The representations in subsection (f) above are made under penalties of argury and the information contained therein may be disclosed by the County to the Internal Revenue Service. The Seller acknowledges that any false statement in such subsection could be punished by fine, imprisonment or both.

ARTICLE PROVISIONS RELATING TO EXCLUSION OF INTEREST FROM INCOMP FOR FEDERAL INCOME TAXATION

SECTION 5.1. <u>Intent of County and Tax Covenant of County</u>. The County intends that the interest payable under this Agreement shall not be includible in the gross income of the Registered Owner for purposes of federal income taxation pursuant to Section 148 of the Code. Accordingly, the County shall not knowingly take of permit to be taken any other action or actions or omit or fail to take any action, which would cause this Agreement to be an "arbitrage bond" within the meaning of Section 148 of the Code, or which would otherwise cause interest payable under this Agreement to become includible in the gross income of any Registered Owner for purposes of federal income taxation pursuant to Section 148 of the Code.

SECTION 5.2. Acknowledgment of Seller with Regard to Tax Consequences of Transaction. The Seller has received an opinion from Miles & Stockbridge P.C., Bond Counsel, dated the Closing Date, to the effect that under existing laws, regulations, rulings and decisions, interest payable under this Agreevent is not includible in the gross income of the Seller for federal income tax purposes, which opinion assumes continuous compliance with certain covenants in the Tax Certificate and Compliance Agreement to be executed and delivered by the County on the Closing Date and is otherwise United in accordance with its terms. The Seller acknowledges that [he] [she] [it] [they] [has] [have made their own independent investigation and [has] [have] consulted with attorneys, accountant and others selected by the Seller in the Seller's sole discretion with respect to all other tax considerations related to the transaction contemplated hereby (including, but not limited to, installment sale treatment under Section 453 of the Code, charitable contribution deductions under Section 170 of the Code, and federal estate tax implications); and the Seller certifies that the Seller has not log ed to or relied upon the County or any of its officials, agents or employees, or to Bond Counsel, with respect to any of such matters.

ARTICLE I THE REGISTRAR

- SECTION 6.1. <u>Appointment of Registrar</u>. Manufacturers and Traders Trust Company, a New York banking corporation, is hereby designated and appointed to act as Registrar for this Agreement.
- SECTION 6.2. Ownership of Agreement. The Registrar, in its individual capacity or as trustee for holders of participation interests in this Agreement, may in good faith buy, sell, own and hold this Agreement, and may join in any action which any Registered Owner may be entitled to take with like effect as if it did not act as Registrar hereunder. The Registrar, in its individual capacity, either as principal or agent, may also edgage in or be interested in any financial or other transaction with the County and may act as depository, trustee or agent for other obligations of the County as freely as if it did not act in any capacity hereunder.
- SECTION 6.3. Removal of Registrar and Appointment of Successor Registrar. The County shall have the right, subject to the terms of any agreement with the Registrar, to remove the Registrar at any time by filing with the registrar to be removed, and with the Registered Owner, an instrument in writing. Notwithstanding the foregoing, such removal shall not be effective until a successor Registrar has assumed the Registrar's duties hereunder.
- SECTION 6.4. Qualifications of Successor Registrar. Any successor Registrar shall be either (a) the Department of Finance of the County, (b) an officer or employee of the County, or (c) a bank, trust company or other financial institution duly organized under the laws of the United States or any state or territory thereof which is authorized by law and permitted under the laws of the State to perform all the duties imposed upon it as Registrar by this Agreement.
- SECTION 6.5. <u>Successor by Merger or Consolidation</u>. If the Registrar is a bank, trust company or other financial institution, any institution or corporation into which the Registrar hereunder may be merged or converted or with which it may be consolidated, or any corporation resulting from any merger or consolidation to which the Registrar hereunder shall be a party or any institution or corporation succeeding to the corporate trust business (if any) of the Registrar, shall be the successor Registrar under this agreement, without the execution or filing of any paper or any further act on the party of the parties hereto, anything in this Agreement to the contrary notwithstanding.

ARTICLE VII MISCELLANEOUS

SECTION 7.1. Successors of County. In the event of the dissolution of the County, all the covenants, stipulations, promises and agreements in this Agreement contained, by or on behalf of, or for the benefit of, the County, the Seller, any other Registered Owner and the Registrar, shall bind or inure to the benefit of the successors of the County from time to time and any entity, officer, board, commission, agency of instrumentality to whom or to which any power or duty of the County shall be transferred.

SECTION 7.2. <u>Parties in Interest</u>. Except as herein otherwise specifically provided, nothing in this Agreement expressed or implied is intended or shall be construed to confer upon any person, firm or corporation, other than the County, the Seller, any other Registered Owner and the Registrar, any right, remedy or claim under or by reason of this Agreement, this Agreement being intended to be for the sole and exclusive benefit of the County, the Seller, any other Registered Owner from time to time of this Agreement and the Registrar.

SECTION 7.3. Binding Effect. This Agreement shall be binding upon and inure to the benefit of the parties hereto, their successors and assigns, including, without limitation, all Registered Owners from time to time of this Agreement.

SECTION 7.4. Severability. In case any one or more of the provisions of this Agreement shall, for any reason, be held to be illegal or invalid, such illegality or invalidity shall not affect any other provisions of this Agreement and this Agreement shall be construed and enforced as if such illegal or invalid provisions had not been contained herein or herein.

SECTION 7.5. Prior Agreements Cancelled; Ne Merger. This Agreement and the Deed of Easement shall completely and fully supersede all other prior agreements, both written and oral, between the County and the Seller relating to the acquisition of the Development Rights. Neither the County nor the Seller shall hereafter have any rights under such prior agreements but shall look solely to this Agreement and the Deed of Easement for definitions and determination of all of their respective rights, liabilities and responsibilities relating to the Land, the Development Rights and the payment for the Development Rights. In addition, this Agreement shall survive the execution and recording of the Deed of Easement in all respects and shall not be merged therein.

SECTION 7.6. Amendments, Charges and Modifications. This Agreement may not be amended, changed, modified, altered or terminated except by an agreement in writing between the County and the then-Registered Owner. An executed counterpart of any such amendment shall be attached to this Agreement and shall be binding upon such Registered Owner and all successor Registered Owners.

SECTION 7.7. No Personal Liability of County Officials. No covenant or agreement contained in this Agreement shall be deemed to be the covenant or agreement of any official, officer, agent or employee of the County in his or her individual capacity, and neither the officers or employees of the County nor any official executing this Agreement shall be liable personally on this Agreement or be subject to any personal liability or accountability by reason of the issuance thereof.

SECTION 7.8. Governing Law. The laws of the State shall govern the construction and enforcement of this Agreement.

SECTION 7.9. Notices. Except as otherwise provided in this Agreement, all notices, demands, requests, corrents, approvals, certificates or other communications required under this Agreement to be in writing shall be sufficiently given and shall be deemed to have been properly given three Business pays after the same is mailed by certified mail, postage prepaid, return receipt requested, addressed to the person to whom any such notice, demand, request, approval, certificate or other communication is to be given, at the address for such person designated below:

County:

Howard County, Maryland George Howard Building 3430 Court House Drive Ellicott City, Maryland 21043 Attention: Director of Finance

with a copy to:

Gary W. Kuc County Solicitor Office of Law 3450 Court House Drive Ellicott City, Maryland 21043

Seller:

Registrar:

Manufacturers and Traders Trust Company One Light Street – 14th Floor – MD2-L140 Baltimore, Maryland 21202

Attention: Cara Gregg

Any of the foregoing may, by notice fiven hereunder to each of the others, designate any further or different addresses to which subsequent notices, demands, requests, consents, approvals, certificates or other communications shall be sont hereunder.

SECTION 7.10. Holiday. If the date for making any payment or the last date for performance of any act or the effectising of any right, as provided in this Agreement, shall not be a Business Day, such payment hay, unless otherwise provided in this Agreement, be made or act performed or right exercised in the next succeeding Business Day with the same force and effect as if done on the nominal date provided in this Agreement, and in the case of payment no interest shall accrue for the period after such nominal date.

SECTION 7.11. <u>References to the Seller</u>. All references herein to the Seller shall be deemed plural if more than one derson has an interest in the Land. Any pronoun reference herein shall be deemed to apply to the appropriate gender or person, as the case may be.

[SI FNATURES APPEAR ON THE FOLLOWING PAGES.]

Signature Page 1 of 2 to

INSTALLMENT PURCHASE AGREEMENT (202_-_)

WITNESS the signatures and seals of the parties have as of the date first above written.

WITNESS:	ne: (SEAL)
Nan	me:(SEAL)

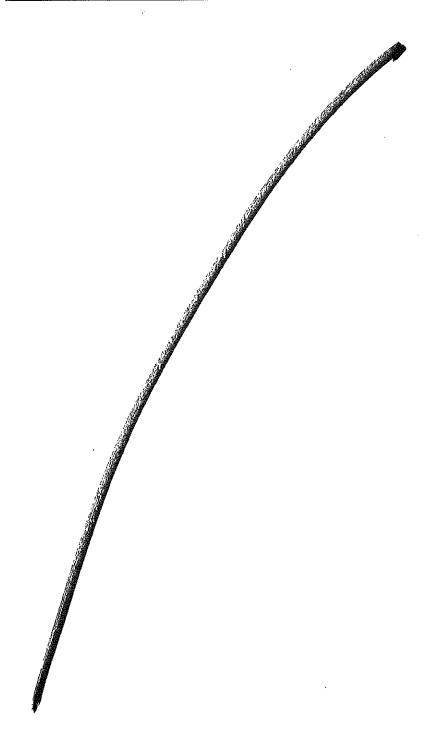
Signature Page 2 of 2 to

INSTALLMENT PURCHASE AGREEMENT (202_-_)

WITNESS the signatures and seals of the parties hereto as of the date first above written.

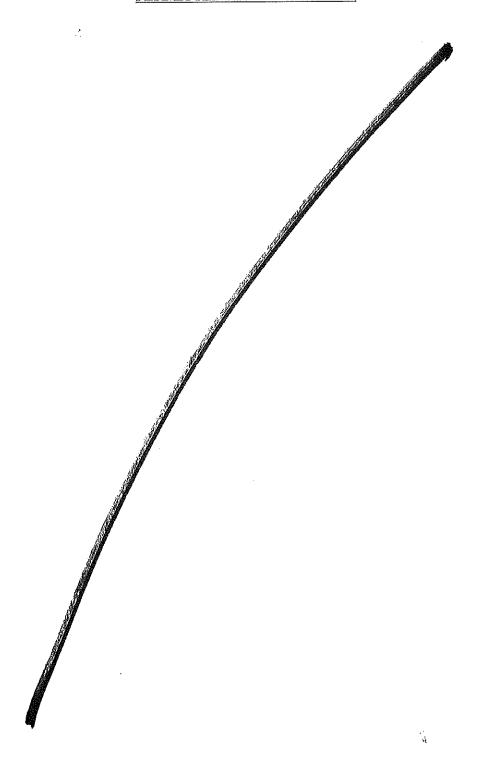
[COUNTY'S SEAL]	HOWARD COUNTY, MARYLAND)
ATTEST:	By: Calvin Ball, County Executive	
Lonnie R. Robbins, Chief Administrative Officer		
APPROVED:	APPROVED for Form and Legal Sufficiency this day of, 202	
Amy Gowan, Director Department of Planning and Zoning	Gary W. Kuc County Solicitor	
APPROVED for sufficiency of Funds:	Reviewed by:	%. W.
Rafiu Ighile, Director Department of Finance	Morenike Oyenusi, Senior Assistant County Solicitor	

FORM OF DEED OF AGRICULTURAL LAND PRESERVATION EASEMENT





PERMITTED ENCUMBRANCES



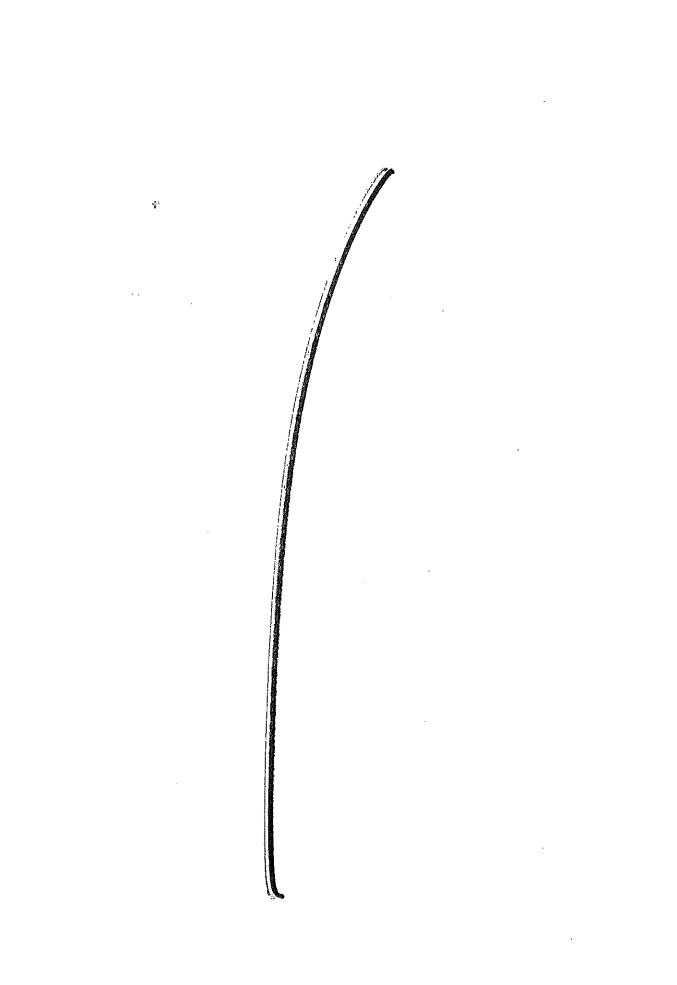
ASSIGNMENT

FOR VALUE RECEIVE	D, and
([col	lectively,] the "Selle") hereby sell[s], assign[s] and
transfer[s] unto	, without recourse, all of
the Seller's right, title and interest in and	to the Installment Purchase Agreement to which this
Assignment is attached; and the Seller hereb	by irrevokably directs the Registrar (as defined in such
Agreement) to transfer such Agreement on the	ne books kept for registration thereof. The Seller hereby
represent[s], warrant[s] and [certify] [certify]	fies that there have been no amendments to such
Agreement [except].	
Date:	•
WITNESS:	
	NOTICE: The signature on this Assignment must correspond with of the name of the Registered Owner as it appears on the registration books for the Installment Purchase Agreement referred to herein in every particular, without alteration or enlargement or any change whatever.

TRANSFER OF AGREEMENT - SCHEDULE OF TRANSFEREES

The transfer of this Installment Purchase Agreement may be registered only by the Registered Owner under such Agreement in person or by its duly authorized officer or attracted upon presentation hereof to the Registrar, who shall make note thereof in the books kept for such purpose and in the registration blank below.

Date of	Name of	Outstanding Balance	Signature
		Outstanding Datanee	
Registration	Transferee	of	of
of Transfer	Registered Owner	Defirred Purchase Price	Registrar
	1		
	<u> </u>		



Amendment 1 to Council Bill No. 70-2021

BY: The Chairperson at the request of the County Executive

Legislative Day 17
Date: November 1, 2021

Amendment No. 1

(This amendment corrects the address of the property.)

- 1 In the title, in the third line, strike "west side of Jennings Chapel Road, Brookeville," and
- 2 substitute "the north side of Forsythe Road, Sykesville,".

3

- 4 On page 2, in line 9, strike "west side of Jennings Chapel" and substitute "north side of
- 5 Forsythe".

6

7 On page 2, in line 10, strike "Brookeville" and substitute "Sykesville".

Office of the County Auditor Auditor's Analysis

Council Bill No. 70-2021

Introduced: October 4, 2021 Auditor: Michael A. Martin

Fiscal Impact:

The fiscal impact of this legislation is approximately \$5,316,432 in expenditures from the Agricultural Preservation and Promotion Fund (APPF) over the next 20 years to acquire an agricultural preservation easement on private County property. Anticipated financing and payment terms of this acquisition include a 5 percent down payment of \$241,375, twenty annual principal payments of \$229,306, and semi-annual interest payments of 1 percent of the outstanding principal. Transfer tax proceeds from the APPF will be used to make the payments associated with this acquisition.

The General Fund would also be affected as a result of an estimated annual Agriculture Property Tax Credit of \$1,740, beginning in tax year July 1, 2023.

An appraised value or alternate use of a parcel is not considered when determining the cost per acre of a potential agricultural preservation easement.

NOTE: Our Office has reviewed the Administration's estimated amortization schedule for this IPA and believe it accurately depicts the terms of the agreement.

The Agricultural Land Preservation Program (ALPP) Capital Project G0163 will be utilized to fulfill this Installment Purchase Agreement. The Department of Finance indicated there will be approximately \$16.9 million of appropriation authority remaining in Capital Project G0163 following the latest two proposed IPAs (CB69-2021 and CB70-2021).

The Administration informed us that this acquisition was included in the latest APPF cash flow analysis and will not result in a decrease in the noted future projected fund balances. The APPF cash flow can be found in **Attachment A** and is current as of March 2021.

Purpose:

This legislation approves a multi-year IPA in which the County will acquire the development rights of approximately 127.71 acres of agriculture land located on Forsythe Road in Sykesville for a maximum price of \$4,827,500 (or not more than \$37,800 per acre). This property is currently owned by the Jean R. Dickey Inter Vivos Trust and is under contract to be owned by AFS Farm, LLC and Sharp's Wild Horse Meadow, LLC.

Other Comments:

The County's cost per acre is determined using a Price Formula Worksheet that awards points based on the applicant parcel meeting certain criteria. Each point is valued at \$40 per acre, and this parcel's Price Formula Worksheet was scored at 945 points (see **Attachment B**). Our Office verified this parcel's cost per acre of \$37,800 based on the 945 points awarded in the Price Formula Worksheet.

The Agricultural Preservation Board (APB) unanimously voted in favor of recommending the acquisition of this preservation easement on July 26, 2021.

The ALPP receives 20 percent of the County's transfer tax. The total transfer tax revenue for FY 2020 was \$40,140,976 versus a budgeted amount of \$30,000,000. The total transfer tax revenue for FY 2021 was \$55,649,810 versus a budgeted amount of \$31,292,000. As of October 6, 2021, FY 2022 transfer tax revenues according to SAP are \$14,255,515 versus a budgeted amount of \$44,875,000.

NOTE: The legislation incorrectly states this property is located on Jennings Chapel Road in Brookeville instead of at 13700 Forsythe Road in Sykesville as is shown on **Attachment B**. Our Office has been informed the Administration is aware of this error and will be submitting an amendment.

Howard County Maryland Agricultural Land Preservation Program (Fund 2020) Cash Flow Analysis as of March 2021

				Revenues						Expense	s				_	
		Acct 485200		Acct 401550	Acct 409930								Cost of	·		İ
1	Beginning	Interest on Cash		State Ag	Transfer Tax			ting Debt Service		Settled			Zero Coupon	Admin		
Fiscal	Fund	Balance Only +	& 489900	Transfer	Receipts	Total	Through	Treasury Strip		Open	Projected	NET DEBT	Bonds or Cash	Costs	Total	Ending
Year	Balance	0.05%	Miscellaneous	Tax		Revenues	Batch 14	Income	Net	Enrollment	Enrollments ⁽²⁾	SERVICE	or 5% Down ⁽¹⁾	2.00% -	Expenses	Balance
1989*	6,354,294	706,268		481,283	3,025,054	4,212,605								312,364	312,364	10,254,535
1990*	10,254,535	968,033		245,416	3,157,620	4,371,069	113,121		113,121			113,121	780,975	412,158	1,306,254	13,319,350
1991*	13,319,350	973,479		120,383	2,182,444	3,276,306	1,391,632		1,391,632			1,391,632	1,286,044	512,586	3,190,262	13,405,394
1992	13,405,394	540,000		95,795	2,414,000	3,049,795	2,902,362		2,902,362			2,902,362	841,019	492,159	4,235,540	12,219,649
1993*	12,219,649	425,833		307,068	2,867,643	3,600,544	3,249,157		3,249,157			3,249,157	249,855	220,083	3,719,095	12,101,098
1994*	12,101,098	434,712		173,644	2,924,150	3,532,506	3,047,698		3,047,698			3,047,698		291,205	3,338,903	12,294,701
1995*	12,294,701	632,862		309,360	2,638,781	3,581,003	3,764,416		3,764,416			3,764,416	1,195,984	391,596	5,351,996	10,523,708
1996*	10,523,708	5,262	35,889	288,878	2,579,633	2,909,662	3,979,581		3,979,581			3,979,581	93,415	308,705	4,381,701	9,051,669
1997*	9,051,669	505,856		648,547	2,807,126	3,961,529	3,976,066		3,976,066			3,976,066	756,713	344,458	5,077,237	7,935,961
1998*	7,935,961	247,392	33,169	648,624	3,460,501	4,389,686	4,256,933		4,256,933			4,256,933		279,786	4,536,719	7,788,928
1999*	7,788,928	427,116	12,500	936,770	4,137,528	5,513,914	4,203,247		4,203,247			4,203,247		292,169	4,495,416	8,807,426
2000*	8,807,426	273,536	85,812	557,200	4,263,890	5,180,438	4,256,710		4,256,710			4,258,710		244,463	4,501,173	9,486,691
2001	9,486,691	200,000	6,200	588,231	4,352,006	5,146,437	4,174,116		4,174,116			4,174,116		318,900	4,493,016	10,140,112
2002	10,140,112	100,000	1,000	457,510	4,883,685	5,442,195	4,259,652		4,259,652			4,259,652		369,167	5,107,463	10,474,844
2003*	10,474,844	100,000	,	986,115	5,415,733	6,501,848	4,254,375		4,254,375			4,254,375		358,480	4,612,855	12,363,837
2004*	12,363,837	113,000		1,832,033	6,925,516	8,870,549	4,385,582		4,385,582			4,385,582		493,883	4 879 465	16,354,921
2005*	16,354,921	110,000		608,704	8,488,301	9,207,005	4,277,428		4,277,428			4,277,428		466,400	4,743,828	20,818,098
2006+	20,818,098	745,655		1,326,231	9,253,090	11,324,976	4,356,963		4,356,963			4,356,963		530,411	4,887,374	27,255,700
2007*	27,255,700	1,018,815		1,663,296	7,491,284	10,173,395	4,248,809		4,248,809			4,248,809		494,635	4,743,444 #	32,685,651
2008*	32,685,651	1,288,612	42,828	446,135	6,021,535	7,799,110	4,603,210		4,603,210			4,603,210	5,105,604	548,120	10,256,934	30,227,827
2009*	30,227,827	535,715	,	55,585	4,592,745	5,184,045	4,731,892		4,731,892			4,731,892		613,380	5,872,200	29,539,672
2010*	29,539,672	121,154	8,297	98,306	5,319,203	5,546,960	4,846,765		4,846,765			4,846,765	,	807,122	5,653,887	29,432,745
2011*	29,432,745	66,497	255	39,306	5,329,914	5,435,971	4,872,648		4,872,648			4,872,648	1,141,600	958,109	6,972,358	27,896,358
2012*	27,896,358	34,342	11,946	164,703	6,450,253	6,661,244	6,977,789		6,977,789			6,977,789		1,027,270	10,810,959	23,746,643
2013	23,746,643	27,014	1,000	104,136	6,316,161	6,448,311	7,404,920		7,404,920			7,404,920	2,000,000	1,097,624	8,502,544	21,692,410
2014*	21,692,410	18,281	12,800	153,431	6,726,946	6.911.458	7,435,078		7,435,078			7,435,078	4,453,745	1,223,474	13,112,297	15,491,572
2015*	15,491,572	23,318	7,616	162,316	7.741.048	7.934.298	7,277,546		7,277,546	612,187		7,889,733	652.495	1,071,788	9.614.016	13,811,854
2016*	13,811,854	53,274	745	105,166	7,892,622	8,051,806	7,307,704		7,307,704	948,454		8,256,158		1,326,804	9,923,047	11,940,613
2017~	11,940,613	45,348	600	125,326	9,476,018	9,647,292	13,753,373	(6,608,200)	7,145,173	1,021,346	1	8,166,518	566,130	1,469,848	10,202,497	11,385,408
2018*	11,385,408	107,517	24,785	291,059	9,456,530	9,879,891	8,395,158	(1,669,000)	6,726,158	2,293,469	1	9,019,627	162,930	1,554,016	10,736,573	10,528,726
2019*	10,528,726	290,705	6,000	314,891	7,841,755	8,453,351	7,248,477	(759,000)	6,489,477	2,061,143		8,550,621	,02,000	1,055,414	9,606,035	9,376,042
2020*	9,376,042	132,640	214,800	928,659		11,311,343	19,742,111	(13,604,000)	6,138,111	2,026,896		8,165,007		878,188	9,043,195	11,644,190
2021	11,644,190	70,000	5,000	150,000	9,575,000	9,800,000	19,299,498	(14,481,000)	4,818,498	1,992,649		6,811,147		1,088,411	7,899,558	13,544,633
2022	13,544,633	6,772	2,000	100,000	8,975,000	9,081,772	7,495,478	(3,695,000)	3,800,478	1,958,402	965,940	6,724,821	931,401	1,110,179	8,766,401	13,860,004
2023	13,860,004	6,930		100,000	8,925,000	9,031,930	3,541,367	(0,000,000)	3,541,367	1,924,155	1,052,949	6,518,471	301,401	1,132,383	7,650,854	15,241,080
2024	15,241,080	7,621		100,000	-9,200,000	9,307,621	13,721,970	(10,219,000)	3,502,970	1,889,908	1,044,100	6,436,978		1,155,030	7,592,009	16,956,692
2025	16,956,692	8,478		100,000	9,300,000	9,408,478	2,657,090	()	2,657,090	1,855,661	1,035,252	5,548,003		1,178,131	6,726,134	19,639,037
2026	19,639,037	9,820		100,000	9,575.000	9,684,820	3,150,637	(557,000)	2,593,637	1,821,414	1,026,404	5,441,455		1,201,694	6,643,149	22,680,707
2027	22,680,707	11,340		100,000 -	9,675,000	9,786,340	7,566,689	(5,245,000)	2,383,687	1,787,167	1,017,555	5,126,412		1,225,728	6,352,139	26,114,909
2028	26,114,909	13,057		100,000	9,900,000	10,013,057	4,251,587	(2,158,000)	2,093,587	1,756,316	1,008,707	4,858,609		1,250,242	6,108,851	30,019,115
2029	30,019,115	15,010		100,000	10,125,000	10,240,010	1,904,839	(2,100,000)	1,904,839	1,718,674	999,859	4,623,372		1,230,242	5,898,619	34,360,505
2030	34,360,505	17,180		100,000	10,375,000	10,492,180	1,856,362		1,856,362	1,272,746	991,010	4,023,372		1,275,247	5,420,870	39,431,815
2031	39,431,815	19,716	***************************************	100,000	10,625,000	10,744,716	1,807,885		1,807,885	1,247,574	982,162	4,037,621		1,326,767	5,364,388	44,812,143
2032	44,812,143	22,406		100,000		10,744,716	270,081		270.081	805,409	973,314	2,048,804		1,325,757	3,402,106	52,332,443
2032	52,332,443	26,166		100,000		11,301,166	210,001		270,081	789,385	973,314 964,466	1,753,851		1,380,368	3,134,219	60,499,390
2034	60,499,390	30,250		100,000		11,455,250				769,365 773,361	955,617	1,728,978		1,407,976	3,134,219	
2035	68,817,686	34,409		100,000		11,455,250				773,301 649.035	935,617 946,769	1,728,978		1,407,976		68,817,686 77,420,155
2036	77,420,155	38,710				11,788,710							•		3,031,939	
2036	86,410,330			100,000						395,757	937,921	1,333,678		1,464,858	2,798,536	86,410,330
2037		43,205		100,000		11,868,205				387,424	929,072	1,316,497		1,494,155	2,810,652	95,467,883
2039	95,467,883	47,734 52,470		100,000	11,925,000	12,072,734				156,481	920,224	1,076,705		1,524,038	2,600,743	104,939,874
2040	104,939,874 114,801,449	52,470 57,401		100,000 100,000	12,175,000 12,400,000	12,327,470 12,557,401					911,376 902,527	911,376 902,527		1,554,519	2,465,895	114,801,449
2040	114,001,449	31,401		100,000	12,400,000	(Z,33/,4U)				····	902,527	902,527		1,585.609	2,488,137	124,870,713
Total		11,810,911	511,241	17,314,107	387,392,959		237,218,002	(58,995,200)	178,222,802	32,145,015	18,565,224	228,933,041	22,369,467	47,210,291	298,512,799	

*Actual

#Includes encumbrances

Budgeted amount

Estimated Figure per Budget

(1)FY 2014 Includes cash payment to Cissel and Taro.

(2) Projected settlements based on remaining capital appropriation of \$22,601,932.



Howard County Agricultural Land Preservation Program 2020 PRICE FORMULA WORKSHEET

ı	FARMLAND Forever	Owner	Dickey/S	Sharp		Tax Map _	9	Parcel(s)_	93
	And the state of t	Farm Addı	ress 1	i3700 Forsy	the Rd, Sykesvill	ė		Acres	127.71
		•	*****					_	POINTS
ı.	Parcel Size Relative to Av	erage Acrea	ae of Rem	aining Unc	ommitted Land	(40 acres)	Maximum 1	50 points	150
	40 acres or more	0.00			130	150 points			
	35 acres to 39.9 acres					125 points			
	30 acres to 34.9 acres					100 points			
	25 acres to 29.9 acres					75 points			
	20 acres to 24.9 acres					50 points			
2.	Soil Capability - Percenta	ge of Class	l, il and ill	Soils Relat	tive to Property l	Total	Maximum 1	50 points	150
	90% or greater Class I, II		•		97.4	150 points		• -	
	80% to 89% Class I, II an					125 points			
	70% to 79% Class I, II an					100 points			
	60% to 69% Class I, II an					75 points			
	Less than 60% Class I, II	and III Soils				50 points			
2	Soil Productivity as Meas	urod hv i an	d Evaluatio	on Score			Maximum 1	50 nointe	100
٠.	90 or greater Land Evalua		u Lvaluati	JII Ocore		150 points	maximum i	oo points _	100
	80-89 Land Evaluation Sc					125 points			
	70-79 Land Evaluation Sc				78.5	100 points			
	60-69 Land Evaluation Se					75 points			
	Less than 60 Land Evalua					50 points			
1	Adjacency to Preserved L	and					Maximum 1	25 noints	75
•	75 to 100% perimeter adj		enved land			125 points	inaminani i		
	50 to 74% perimeter adja					100 points			
	25 to 49% perimeter adja				29%	75 points			
	Less than 25% perimeter			d		50 points			
5.	Concentration of Preserve	ed Lands					Maximum 1	25 points	125
	More than 600 acres of p	reserved land	within 3/4 m	ile	945	125 points		-	
	400-599 acres of preserv					100 points			
	200-399 acres of preserv					75 points			
	Less than 200 acres of pr	reserved land	within 3/4 m	ile		50 points			
3.	Current Land Use						Maximum 1	50 points	125
	90% or greater of propert	y in agricultura	al use			150 points		_	
	80% to 89% of property in	n agricultural u	ise		88%	125 points			
	70% to 79% of property in	-				100 points		•	
	60% to 69% of property in	-			-	75 points			
	Less than 60% of propert	•				50 points			
7.	Soil Conservation and Wa	ater Quality	Plan (SCW	'QP)/Best N	//////////////////////////////////////	ctices (BMPs)	Maximum 1	00 points	100
			W 000						
	Longstanding landowner with no major resource co		rith SCD, and	i SCWQP or	the property is pre	edominantly implem	nented	x	100 points
	Landowner has relations	•			•		is property		
	or another property, or la	ndowner has i	mplemented	considerable	e BMPs on their ow	/n			75 points
	New relationship with SC	D and has ma	ide efforts to	implement S	SCWQP on this pro	perty or another pro	operty,		
	or landowner has implem	ented BMPs o	on their own		, ,	·			50 points
	New SCWQP with no cor	nservation or E	3MP activity						0 points

		POINTS
8. Ownership and Operation Owner operated X Non-owner operated No current operation	Maximum 50 points 50 points 25 points 0 points	50
SUBTOTAL POINTS	Maximum 1000 points	875
PRELIMINARY PRICE CALCULATION - Maximum \$40,000 per acre		
875_ points x \$40/point =\$35,000		
Additional Points - Maximum 100 points		
Relinquishment of Tenant House Rights, if applicable Number of tenant houses allowed by right at 1 per 25 acres Tenant house rights relinquished x 10 points per house	Maximum 50 points	40
Optional APB Points See separate scoring sheet - points may be added or subtracted	Maximum +/- 50 points	30
TOTAL POINTS	Maximum 1000 points	945
FINAL PRICE CALCULATION - Maximum \$40,000 per acre	•	
945 points x \$40/point = \$37,800		
TOTAL PRICE OFFER		
127.71 acres x \$37,800 per acre =		\$4,827,438



HOWARD COUNTY COUNCIL AFFIDAVIT OF AUTHORIZATION TO TESTIFY ON BEHALF OF AN ORGANIZATION

I, Paul Verchinski	, have been duly authorized by
(name of individual)	
Howard County Citizens Association	to deliver testimony to the
(name of nonprofit organization or government board, commission, or to	ask force)
County Council regarding CB69 and CB70	to express the organization's
(bill or resolution number)	
support for / opposition to / request to amend this legislation. (Please circle one.)	
Printed Name: Paul Verchinski /s/	
Signature:	
Date: 10/14/2021	
Organization: Howard County Citizens Association	
Organization Address: PO Box 89, Ellicott City, M	1D
PO Box 89, Ellicott City, MD	
Number of Members: 500	
Name of Chair/President: Stu Kohn	

This form can be submitted electronically via email to <u>councilmail@howardcountymd.gov</u> no later than 5pm the day of the Public Hearing or delivered in person the night of the Public Hearing before testifying.



Howard County Citizens Association

Since 1961... The Voice Of The People of Howard County

Date: October 18, 2021

Re; CB69 and 70-2021, Funding the purchase of Development Rights in Western HoCo

POSITION: STRONGLY AGAINST

I am Paul Verchinski and reside in Columbia. As a Member of the Howard County Citizens Association, HCCA I am authorized to speak on their behalf.

The HCCA opposes this bill and requests that it either be tabled, withdrawn or voted down.

The County currently has paid out or committed to approximately \$170 million to purchase development rights to maintain Agricultural Preservation. These two bills propose to pay about \$5.7 million in installment payments and levying of county taxes for such payments. Out year bond capital and interest obligations now comprise 12% of future county budgets.

I have been on the HoCobyDesign, Public Advisory Committee (PAC) as an appointee of this Council. Over the past year, I have learned that there is no draft of the Future Land Use Map (FLUM) that includes potential development in Western Howard County other than at "Rural Crossroads". The PAC suggested that affordable housing developments take place in western Howard County. We were told that there is no path forward to develop affordable housing developments in about two thirds of the County that represents the West because of dedicated Open Space and purchases of previous development rights that already encumber the land into permanent Agricultural Preservation. We were also told that it is not economical to extend the Public Service Area (PSA) to the West since there are no contiguous large parcels. Except for two areas, that are contiguous to the PSA, the FLUM indicates no PSA extensions into western parts of the county.

Inquiring minds, therefore, need to ask — why are we then buying additional Development Rights when no affordable housing subdivision development is tentatively forecast in Western Howard County in the draft FLUM? It is time to revisit this Agricultural Preservation ordinance that currently sets aside 20% of the transfer tax for this purpose. Ordinances need to be periodically reevaluated to see if they are in the best interests of county taxpayers. Just because we have done an ordinance in the past does not mean that it should continue.

Since the emphasis in HoCobyDesign draft FLUM is to provide "affordable housing", we suggest that tax dollars previously used to buy Development Rights instead support the purchase of permanent land trusts owned by the County that can make housing affordable instead of continuing to buy Development Rights that will never be used.

The HCCA has always advocated for County preservation as stated on our website. However in these cases before you one has to fully analyze the pros and cons to carefully decide what is best for your constituents, the taxpayers and voters of our County and the FLUM.

Please allow the draft FLUM to be provided to you for legislative approval prior to any action at this time on funding the purchase of any new Development Rights.

/s/ Paul Verchinski HCCA Board Member





Howard County Government Department of Planning & Zoning Resource Conservation Division

Tax Map 9 Parcel 93 Dickey/Sharp Property 13700 Forsythe Road Sykesville, MD 21784



Agricultural Land Preservation Program

MEMORANDUM

Subject:

Testimony for the Dickey/Sharp Property Installment Purchase Agreement

To:

Lonnie Robbins, Chief Administrative Officer, Department of Administration

Through:

Amy Gowan, Director, Department of Planning and Zoning

\$61

Through:

Beth Burgess, Chief, Resource Conservation Division, Department of Planning and Zoning

From:

Joy Levy, Agricultural Land Preservation Program Administrator, Department of Planning and

Zoning

Date:

September 15, 2021

The Department of Planning and Zoning supports Council Bill No. -2021. This bill approves an Installment Purchase Agreement to acquire an agricultural preservation easement on property which is currently owned by the Jean R. Dickey Inter Vivos Trust and is under contract to be owned by AFS Farm, LLC and Sharp's Wild Horse Meadow, LLC prior to the settlement of the County's easement purchase. Section 15.507(e)(4) of the Howard County Code requires County Council approval of a multi-year Installment Purchase Agreement pursuant to Section 612 of the Howard County Charter.

The approval of an Installment Purchase Agreement for the Dickey/Sharp property would preserve 127.71 acres of land that is primarily in a corn and soybean rotation, is comprised of 97% Class I, II and III soils, and has met all of the eligibility criteria for the acquisition of an agricultural preservation easement. The farm is improved with a principal dwelling, a bank barn and three equipment sheds. There is a high concentration of preserved land nearby. The Dickey family owns the 290-acre ALPP easement farm to the west, which has been in the Program since 1984. Preserving the Dickey/Sharp property would add to almost 22,900 acres of farmland that is already in the ALPP.

Fiscal Impact Analysis:

The purchase price of the Dickey/Sharp easement is \$4,827,500, however; when twice yearly interest payments over 20 years are factored in, the overall cost will be \$5,316,432. The funding comes from the 25% portion of the 1% local transfer tax that is dedicated to the Agricultural Land Preservation Program (ALPP).

AFS Farm, LLC and Sharp's Wild Horse Meadow, LLC will be paid 5% of the purchase price in cash at settlement. The balance will be paid through the Installment Purchase Agreement in 20 equal yearly installments. AFS Farm, LLC and Sharp's Wild Horse Meadow, LLC will also receive twice yearly interest payments on the remaining principal over the 20-year term. Please see the attached draft amortization schedule for detailed payments. There are no other expenditures associated with this acquisition. The current ALPP staff member manages all aspects of the acquisition process and on-going custodial duties of the easement.

cc:

Jennifer Sager, Legislative Coordinator, Department of Administration Rafiu Ighile, Director, Department of Finance Morenike Oyenusi, Senior Assistant County Solicitor, Office of Law

Howard County, Maryland Agricultural Land Preservation Program Installment Purchase Amortization Schedule

Landowner: Dickey-Sharp

20 Year Amortization - 5% Down

Price per acre: Total price:

Acres:

127.71 \$37,800.00 \$4,827,500.00

Down Payment

\$241,375.00

Interest Rate: Settlement: 1.0000%

December 17, 2021 Estimated - subject to change

Interest: Total payments:

488,931.89 \$5,316,431.89

		Principal		Semi-annual	Annual	
Date	,	Amount	 Interest	 Debt Service	 Debt Service	 Balance
						\$4,586,125.00
August 15, 2022			30,319.38	30,319.38		4,586,125.00
February 15, 2023		229,306.25	22,930.63	252,236.88	282,556.26	4,356,818.75
August 15, 2023			21,784.09	21,784.09		4,356,818.75
February 15, 2024		229,306.25	21,784.09	251,090.34	272,874.43	4,127,512.50
August 15, 2024			20,637.56	20,637.56		4,127,512.50
February 15, 2025		229,306.25	20,637.56	249,943.81	270,581.37	3,898,206.25
August 15, 2025			19,491.03	19,491.03		3,898,206.25
February 15, 2026		229,306.25	19,491.03	248,797.28	268,288.31	3,668,900.00
August 15, 2026			18,344.50	18,344.50		3,668,900.00
February 15, 2027		229,306.25	18,344.50	247,650.75	265,995.25	3,439,593.75
August 15, 2027			17,197. 9 7	17,197.97		3,439,593.75
February 15, 2028		229,306.25	17,197.97	246,504.22	263,702.19	3,210,287.50
August 15, 2028			16,051.44	16,051.44		3,210,287.50
February 15, 2029		229,306.25	16,051.44	245,357.69	261,409.13	2,980,981.25
August 15, 2029			14,904.91	14,904.91		2,980,981.25
February 15, 2030		229,306.25	14,904.91	244,211.16	259,116.07	2,751,675.00
August 15, 2030			13,758.38	13,758.38		2,751,675.00
February 15, 2031		229,306.25	13,758.38	243,064.63	256,823.01	2,522,368.75
August 15, 2031			12,611.84	12,611.84		2,522,368.75
February 15, 2032		229,306.25	12,611.84	241,918.09	254,529.93	2,293,062.50
August 15, 2032			11,465.31	11,465,31		2,293,062.50
February 15, 2033		229,306.25	11,465.31	240,771.56	252,236.87	2,063,756.25
August 15, 2033			10,318.78	10,318.78		2,063,756.25
February 15, 2034		229,306.25	10,318.78	239,625.03	249,943.81	1,834,450.00
August 15, 2034			9,172.25	9,172.25		1,834,450.00
February 15, 2035		229,306.25	9,172.25	238,478.50	247,650.75	1,605,143.75
August 15, 2035			8,025.72	8,025.72		1,605,143.75
February 15, 2036		229,306.25	8,025.72	237,331.97	245,357.69	1,375,837.50
August 15, 2036			6,879.19	6,879.19		1,375,837,50
February 15, 2037		229,306.25	6,879.19	236,185.44	243,064.63	1,146,531.25
August 15, 2037			5,732.66	5,732.66		1,146,531.25
February 15, 2038		229,306.25	5,732.66	235,038.91	240,771.57	917,225.00
August 15, 2038			4,586.13	4,586.13		917,225.00
February 15, 2039		229,306.25	4,586.13	233,892.38	238,478.51	687,918.75
August 15, 2039			3,439.59	3,439.59	r	687,918.75
February 15, 2040		229,306.25	3,439.59	232,745.84	236,185.43	458,612.50
August 15, 2040		•	2,293.06	2,293.06	•	458,612.50
February 15, 2041		229,306.25	2,293.06	231,599.31	233,892.37	229,306.25
August 15, 2041		••••	1,146.53	1,146.53	,	229,306.25
February 15, 2042		229,306.25	1,146.53	230,452.78	231,599.31	0.00
•	\$	4,586,125.00	\$ 488,931.89	\$	\$ 5,075,056.89	







HOWARD COUNTY OFFICE OF COMMUNITY SUSTAINABILITY 3430 Court House Drive ■ Ellicott City, Maryland 21043 ■ 410-313-0700

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HOWARD COUNTY AGRICULTURAL PRESERVATION BOARD (APB) AND STATE AGRICULTURAL PRESERVATION ADVISORY BOARD (APAB)

August 24, 2020

Attendance:

Board Members: Mickey Day (Chair)

Cathy Hudson

Ann Jones (Vice Chair)

Jamie Brown Abby Gibbon

Staff:

James Zoller, Executive Secretary/Agricultural Coordinator (OCS)

Joy Levy, Program Administrator, (ALPP)

Beth Burgess, Chief, Resource Conservation Division

Matthew Hoover, Administrative Aide, (OCS)

Mary Kendall, Deputy Director, (DPZ)

Guest:

Susan Scheidt Chuck Sharp Frances Yuhas

R. Allan Ewing

Action Items

1) Approval of minutes from the meeting on July 27, 2020

No changes or corrections. Ms. Hudson motioned to approve, and Ms. Jones seconded the motion. All members in attendance approved the Meeting Minutes from 7/27/20.

2) Request for Recommendation on Easement Acquisition, Sharp property; 24.3 acres (APB)

Ms. Levy reviewed the <u>staff report</u> with the Board. The request comes from the contract purchaser Allan Sharp who is the son of the contract seller Chuck and Denise Sharp. The Sharps are applying to bring the property into the Howard County Agricultural Land Preservation Program (ALPP).

Ms. Levy reviewed some key points of the scoring sheet and the other documents included with the Staff Report. She reviewed each number and explained the reasoning of why the points were recommended. The

Staff recommendation is that the application meets all eligibility for acquisition of an agricultural preservation easement. Staff recommends approval.

Mr. Day reviewed the Draft of the Sharp's Agricultural Preservation Board Points section of the scoring sheet that could be awarded and reviewed Ms. Levy's recommendations. For one through four of this section there were no comments or recommended changes.

The board reviewed number five which is the APB discretionary points for a maximum of 10 points. Mr. Brown motioned to give the Sharps 10 points for number five of the discretionary points. It was seconded by Ms. Jones. All members in attendance approved the motion to add the 10 discretionary points. The motion passed.

Mr. Brown motioned to accept the price formula worksheet scoring for the entire property. Ms. Jones seconded the motion and all members in attendance approved the motion. The motion passed.

Ms. Levy advised the Board and the Sharps of the next steps for the acquisition request.

Discussion Items

1) Continue Discussion on Solar Task Force Recommendations (Link) and the ALPB Solar Policy (Link)

The Board was advised that it has not gone to the County Council yet and there has been no feedback from the County Executive or the County Council.

Mr. Zoller pulled up the Solar Task Force recommendations and reviewed the recommendations that pertained to the APB. The recommendations that were reviewed were having a preliminary review of the Commercial Solar Facility plans with the APB, making the APB policy be quantitative as well as qualitative, that the APB policy recognizes that there are three types of ground mounts and that the APB CSF policy be realistic. It also stated in the recommendations that the policy supports the intent of the Agricultural Preservation Easement which the Board felt was an important aspect of the recommendations. The Board also discussed the current steps for the process of a Commercial Solar Facilities request because they were trying to determine how a preliminary review would fit in the process.

There was also a discussion about if APB didn't recommend approval could the request still move on to the next step. It was advised that the request still could move on to the next step. The Board was advised that the APB review is for advisory comments and a recommendation.

It was asked if the Board could receive an update on the administrations plans to lessen the pressure of Community Solar on Agricultural Preservation Land, because the Solar Task Force made the recommendation to open other areas for these projects. It was also asked if Mr. Feldmark, the Office of Community Sustainability Director, could attend an APB meeting.

2) Program Updates

There are other ALPP requests that are currently being reviewed.

DPZ has a list of uncommitted properties that qualify for the ALPP and they are going to mail out a letter informing them about the program.

The most recent IPA maturation date for the installment purchase agreements was on August 15, 2020.

The County Executive has been doing some marketing of Howard County farms on social media along with help from OCS and EDA.

There is going to be pilot program on increasing deer harvesting in Howard County.

Public Testimony

Susan Scheidt - Paternal Gift Farm

Ms. Scheidt provided background of her family history and their history of their farm operations in Howard County. She is suggesting that the Board review Agricultural Preservation in Cluster Zoning open space areas for the ALPP. (<u>Letter</u>)

Mr. Brown motioned to adjourn, and it was seconded by Ms. Jones. All members in attendance approved the adjourning of the meeting.

Meeting adjourned at 8:26pm.



HOWARD COUNTY DEPARTMENT OF PLANNING AND ZONING

3430 Court House Drive

Ellicott City, Maryland 21043

410-313-2350

Voice/Relay

Amy Gowan, Director

FAX 410-313-3467

HOWARD COUNTY AGRICULTURAL PRESERVATION BOARD July 26, 2021

Staff Report

Owners:

Jean Dickey Intervivos Trust

c/o Jonathan Dickey, James Dickey and Walter Johnson, trustees

5007 Rockmere Court Bethesda, MD 20816

Farm Location:

13700 N. Forsythe Rd, Sykesville

Tax Map 9, Parcel 93, 130.78 +/- acres

Easement Designation:

Howard County Easement applicant

Request:

Review by the Agricultural Preservation Board to purchase an agricultural easement

Recommendation:

Recommendation to the County Executive to approve the purchase of an easement

Date: 2/20/21

Summary:

This 130.78-acre property is primarily in a corn and soybean rotation and leased to Chuck Gingrich. There are 98 acres in tillable cropland, 31 acres in woods and 2 acres in dwellings and related farm buildings. The property contains 97% Class I, II and III soils. There is a current Soil Conservation and Water Quality Plan that is predominantly implemented. The Dickey family owns the 290-acre ALPP easement farm to the west, which has been in the Program since 1984. There is a high concentration of preserved land within 3/4 mile. The farm is improved with a principal dwelling, a bank barn and three equipment sheds.

The property is under contract and being sold to Chuck Sharp, who will assume ownership prior to easement settlement. Chuck Gingrich will continue to farm the property, at least in the short term.

Staff Recommendation:

The application significantly exceeds all eligibility criteria for acquisition of an agricultural preservation easement. Staff recommends approval.

Prepared by:

Joy Levy, Administrator

Agricultural Land Preservation Program

Attachments:

Score Sheet Draft APB Points Aerial Photo Preservation Map Soils Map



Howard County Agricultural Land Preservation Program 2020 PRICE FORMULA WORKSHEET

266	FARMLAND Forever	Owner	Dickey		Tax Map _	9	Parcel(s)_	93
	Special policy of the Company of the	Farm Addres	s <u>13850</u> i	orsythe Rd, Sykesville)	· 	Acres_	131
								POINTS
1,	Parcel Size Relative to Ave	erage Acreage	of Remaining	Uncommitted Land ((40 acres)	Maximum 15	0 points	150
•	40 acres or more			131 acres	150 points			
	35 acres to 39.9 acres				125 points			
	30 acres to 34.9 acres				100 points			
	25 acres to 29.9 acres				75 points			
	20 acres to 24.9 acres				50 points			
2.	Soil Capability Percenta	ge of Class I, I	I and III Soils I	Relative to Property 7	otal	Maximum 16	i0 points	150
	90% or greater Class I, II			97.4	150 points		_	
	80% to 89% Class I, II an				125 points			
	70% to 79% Class I, II an				100 points			
	60% to 69% Class I, II an				75 points			
	Less than 60% Class I, II				50 points			
3.	Soil Productivity as Meas	ยred by Land I	Evaluation Sco	ore.		Maximum 15	i0 points	100
	90 or greater Land Evalua				150 points		-	
	80-89 Land Evaluation So				125 points			
	70-79 Land Evaluation Sc	core		78.5	100 points			
	60-69 Land Evaluation So				75 points			
	Less than 60 Land Evalua				50 points			
4.	Adjacency to Preserved L	and				Maximum 12	tō points	75
	75 to 100% perimeter adj		ed land		125 points		_	
	50 to 74% perimeter adja			****	100 points			
	25 to 49% perimeter adja			29%	75 points			
	Less than 25% perimeter				50 points			
5.	Concentration of Preserve	ed Lands				Maximum 12	5 points	125
	More than 600 acres of p		hin 3/4 mile	945	125 points		•	
	400-599 acres of preserve				100 points			
	200-399 acres of preserve				75 points			
	Less than 200 acres of pr				50 points			
6.	Current Land Use					Maximum 15	0 points	125
	90% or greater of propert	v in agricultural u	is e		150 points		-	
	80% to 89% of property in			88%	125 points			
	70% to 79% of property in	7			100 points			
		-			75 points			
	60% to 69% of property in Less than 60% of propert	•			50 points			
7.	Soil Conservation and Wa			est Management Prac	ctices (BMPs)	Maximum 10	0 points	100
		_						
	Longstanding landowner with no major resource co		SCD, and SCW0	⊋P on the property is pred	dominantly implem	hented —	X	100 points
	Landowner has relations					is property		76 points
	or another property, or lar	ndowner nas imp	rememen conside	STADIE DWILS OU (HEILOW)	.1	-		10 ponte
	New relationship with SC			ent SCWQP on this prop	erty or another pro	operty,		#A natala
	or landowner has implem	anted BMPs on t	neir own			7000		50 points
	New SCWQP with no cor	nservation or BMI	P activity			-		0 points

		POINTS
8. Ownership and Operation Owner operated Non-owner operated No current operation	Maximum 50 points 50 points X 25 points 0 points	25
SUBTOTAL POINTS	Maximum 1000 points	850
PRELIMINARY PRICE CALCULATION - Maximum \$40,000 per acre		
850 points x \$40/point = \$34,000		
Additional Points - Maximum 100 points		
Relinquishment of Tenant House Rights, if applicable Sumber of tenant houses allowed by right at 1 per 25 acres Tenant house rights relinquished x 10 points per house	Maximum 50 points	40
Optional APB Points See separate scoring sheet - points may be added or subtracted	Maximum +/- 50 points	20
TOTAL POINTS	Maximum 1000 points	910
FINAL PRICE CALCULATION - Maximum \$40,000 per acre		
910 points x \$40/point = \$36,400		
TOTAL PRICE OFFER		
<u>131_acres x\$36,400</u> per acre =	<u> </u>	4,768,400

2020 AGRICULTURAL PRESERVATION BOARD POINTS

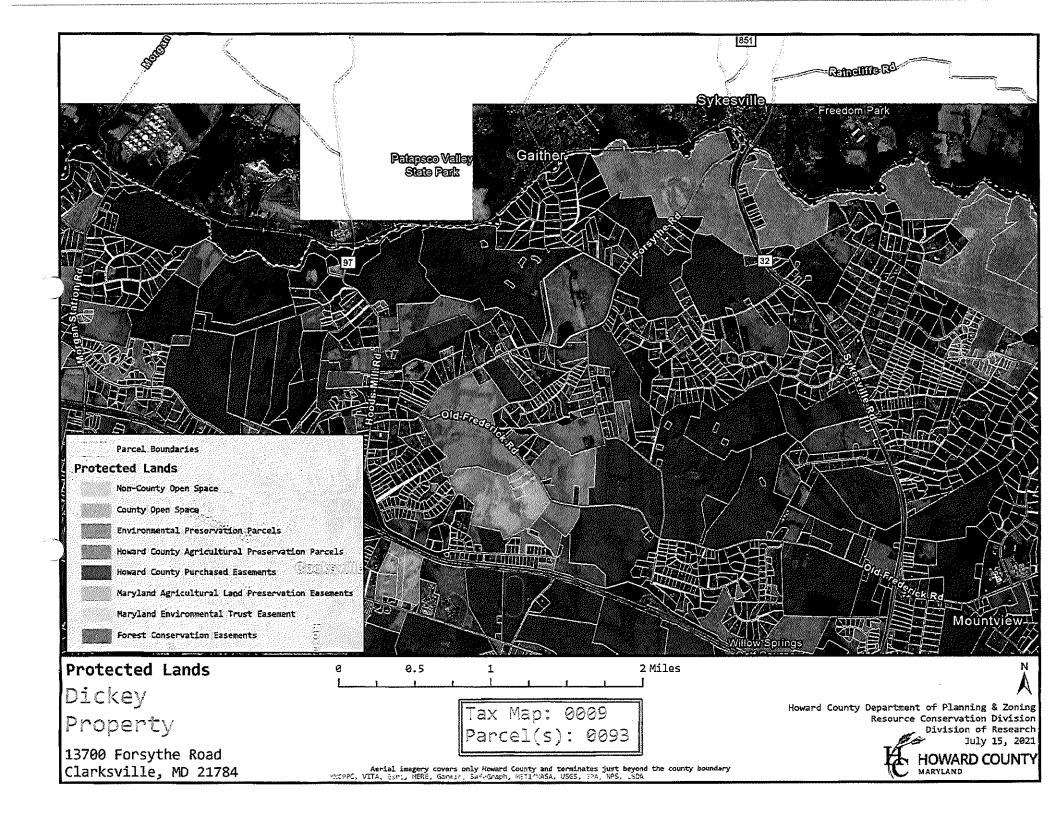
~		Distance	Tourn	0	Danael/e\	93	Acres	121	
OW	ner	Dickey	Тах Мар	9	Parcel(s)	33	Acres	131	
Far	m Addre	ss 13850 For	sythe Rd, Sykes	ville					
Tot	al of 50 p	otential poin	ts can be addec	I					
1)	Contribu	ıtlon to Agricı	ıltural Economy	– Maxi	mum 10 points				5 points
	• 5	points – The	farm has a spec	cialized	or unique opera	ation			
	• 5	points – The	farm has signifi	cant ag	ricultural infras	tructure			
	• 5	i points – The	farm business i	s active	within the loca	l commu	ınity by:		
			ing agricultural ng agricultural p	•				ıals	
2)	Contribu	ution to Agricu	ultural Sustainal	ollity – N	Vlaximum 10 pc	oints			10 points
		-	easement acqui easement belo			ld be a r	new addi	tion to p	properties
	• 5	5 points — This	is a Century Fa	rm					
			he farm is for sa ansfer to a new					of an ea	sement will
3)	Green Ir	nfrastructure	Network (GIN)/	Water C	Quality – Maxim	um 10 p	olnts		5 points
	• 5	5 points — Fari	n includes porti	ons of (GIN hub(s)				
	• 3	3 points - Farn	n includes porti	ons of G	iIN corridor(s)				
	9 <u>[</u>	5 points – 50'	minimum fores	ted ripa	rian buffer wid	th			

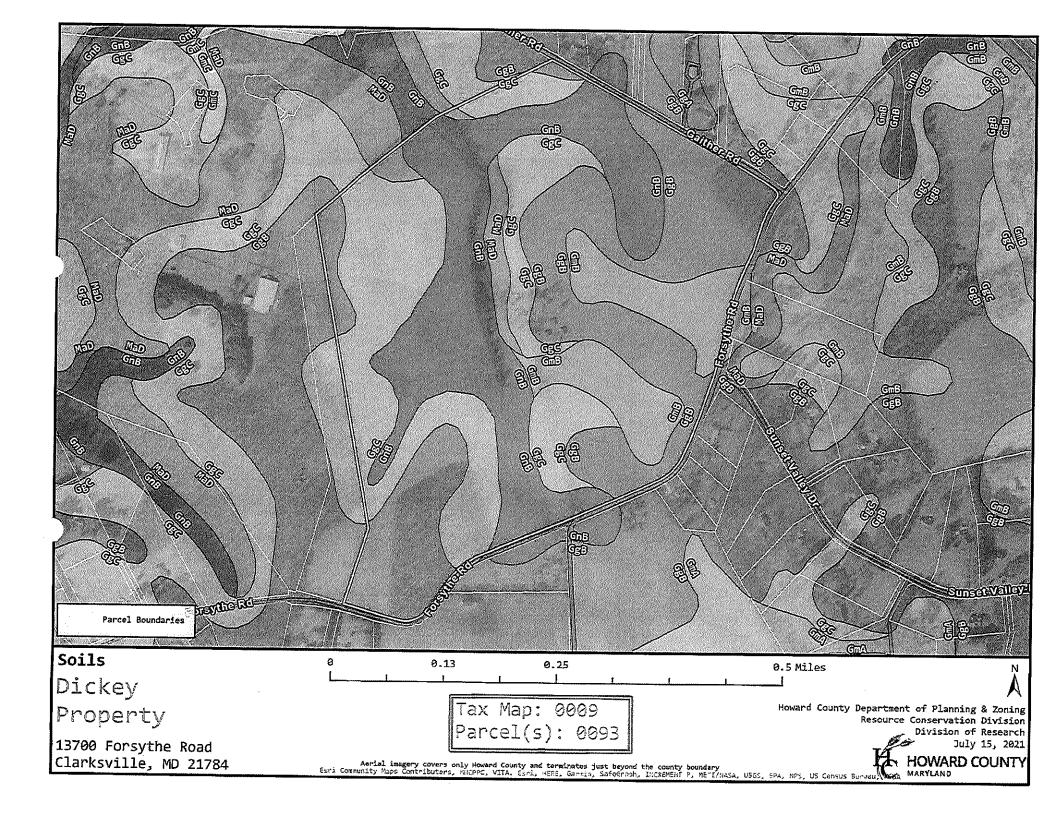
• 3 points - 35' minimum forested riparian buffer width

- 4) Historic and Scenic Resources Maximum 10 points
 - 5 points Farm includes an historic structure encumbered by a Maryland Historic Trust easement
 - 3 points Farm includes a structure listed on the National, Maryland or Howard County Registers of Historic Places
 - 5 points Farm is located on the Historic National Road (Rt. 144)
 - 3 points -- Farm is located on a Maryland or Howard County Scenic Road

5) Discretionary - Maximum	10 points		
Reason for allocating points			
		 A	













HOWARD COUNTY OFFICE OF COMMUNITY SUSTAINABILITY 3430 Court House Drive ■ Ellicott City, Maryland 21043 ■ 410-313-0700

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HOWARD COUNTY AGRICULTURAL PRESERVATION BOARD (APB) AND STATE AGRICULTURAL PRESERVATION ADVISORY BOARD (APAB)

July 26, 2021

Attendance:

Board Members: Mickey Day (Chair)

Cathy Hudson

Ann Jones (Vice Chair)

Abby Gibbon Jamie Brown

Staff:

James Zoller, Executive Secretary/Agricultural Coordinator (OCS)

Joy Levy, Program Administrator, (ALPP)

Morenike Oyenusi, Senior Assistant County Solicitor Beth Burgess, Chief, Resource Conservation Division

Matthew Hoover, Administrative Aide, (OCS)

Guest:

Fred T. Lewis

Edward (Ted) Lewis

Johnathan R. Dickey

Alan Sharp

Josh Wynne

Joseph Warren Rutter

Theodore F. Mariani

Mike Lewis

Terry Fisher

Keith Walker

Brian t. Wynne

Timothy D. Lewis

Richard Watson

Chuck Sharp

Action Items

Minutes from the meeting of June 28, 2021 1.

> No additions or corrections. Ms. Jones motioned for approval and it was seconded by Ms. Gibbon. All board members in attendance were in favor of approving the minutes.

Request for Approval, MALPF Easement Acquisition, Spence property, 14.36 acres (APAB) (Staff Report) 2.

Ms. Levy reviewed the Staff Report with the board and provided some background information about the property. The location of the property is at 2825 Florence Road in Woodbine. The request is for approval of a MALPF easement acquisition for the property. Some of the maps in the staff report were reviewed with the board to show the location of the property and the surrounding areas.

The farm is improved with a principal dwelling, a main barn, a greenhouse and two run-in sheds. About 70% of the property is currently in active agricultural use, and 100% of the soils are in Classes I-III. According to the Soil Conservation District, there is a current Soil Conservation and Water Quality Plan that is fully implemented.

The requirements and the steps of how the acquisition is acquired by the state was reviewed with the Board. The application meets MALPF's agricultural preservation easement eligibility criteria, so the staff recommends approval.

Mr. Brown motioned for approval and Ms. Jones seconded the motion. All MALPF members in attendance were in favor of approving the easement acquisition.

3. Request for Approval, ALPP Easement Acquisition, Dickey property, 130.78 acres (APB) (Staff Report)

Ms. Levy reviewed the Staff Report with the board. The request is for approval of an ALPP easement acquisition. The property is located on 13700 North Forsythe Road in Sykesville. The maps were reviewed with the board to show the location of the property and its surrounding areas. It is a little over 130 acres and it is primarily a corn and soybean rotation. The property is under contract and is being sold to Chuck Sharp. Chuck Gingrich, who the property is currently leased to, will continue to farm the property in the short term. The farm is improved with a principal dwelling, a bank barn and three equipment sheds.

Ms. Levy reviewed the score sheet with the board and provided the proposed scoring with them. She reviewed the proposed optional points with the board and provided the reasoning of why these points were being suggested. The staff recommendation is for approval, because the property significantly exceeds the eligibility criteria.

The proposed scoring is based on the current owner. It is believed that the property will transfer prior to easement settlements and it would be the new owner putting it into the program. When processing a request during a transfer they include all parties involved with the property to make sure everyone is okay with it. It was advised that any price change would have to come back to the Board.

Ms. Levy and the Board reviewed each category and the points being proposed for each. There were no recommended changes to the proposed scores.

Ms. Jones motioned to propose 10 points for the discretionary points due to the size and that the property is being sold to a farming family. Mr. Brown seconded the motion. All Board members in attendance were in favor of adding the 10 discretionary points. The motion passed.

Ms. Jones motioned to accept all the proposed APB points, and it was seconded by Ms. Gibbon. All board members in attendance were in favor of the motion. The motion passed.

Ms. Jones motioned to accept the full proposed scoring sheet with the additional 10 points for a total of 920 points and it was seconded by Ms. Gibbon. All members in attendance were in favor of accepting the proposal as presented with the additional 10 discretionary points.

Request for Approval, Child Lot, Lewis property, HO-90-19-E, 98.22 acres (APB) (Staff Report)

Ms. Levy reviewed the Staff Report with the Board. The request is for three one-acre child Lots for the Lewis' sons Jeffrey, Michael and Edward. The property is located at 6005 Ten Oaks Road. The property was placed in the Howard County program in December 1990 by Dr. Fred Lewis and Ms. Agnes Lewis. The trust is currently requesting the approval for the three lots.

The child lot policy was reviewed with the Board and it was also included in the staff report. The sons currently live out of state and are very interested in relocating back to Howard County to be closer to their father. The family has submitted the required letter of understanding along with birth certificates for each child.

The Staff recommends approval, subject to the following conditions of an amended deed of easement is to be prepared, executed and duly recorded in the land records of Howard County that would reflect the release of the three one acre lots, the applicant must repay \$6000 to the County for each of the one acre lots released and meet all appropriate county and state permits and approvals, including the approval of a subdivision plat to be recorded concurrently with the amended deed of easement.

Mr. Brown motioned for approval and it was seconded by Ms. Jones. All members in attendance approved the release of the three child lots.

5. Request for Approval, Tenant House, Wynne property, HO-16-01-E, 58.7 acres (APB) (Staff Report)

Ms. Levy reviewed the Staff report and its contents with the Board. The property is located at 15685 Old Frederick Road in Woodbine. The request comes from Wynne Family LLC and it is for a tenant house. AFS placed the property in the Howard County program in January 2016. She reviewed the APB policy for tenant houses which was also included in the staff report. Ms. Levy reviewed the maps, included in the staff report, with the Board to show the location of the proposed tenant house.

The Wynne Family LLC wants to release the lot and build the dwellings in the same exact locations that the APB approved for AFS in 2019. Mr. Wynne's son, Josh, will reside in the proposed tenant house and will be responsible for upkeep of the farm and its structures. He will assist Mr. Gingrich, who runs the farm, as needed.

Staff recommends approval of the request to construct a tenant house, subject to the following conditions. The applicant must obtain all appropriate county and state permits and approvals and include the approval of a subdivision plan to be recorded concurrently with the amended deed of easement.

Mr. Brown motioned for approval and it was seconded by Ms. Gibbon. All members in attendance were in favor of the request for the tenant house.

6. Request for Approval, Exchange of Land Under Easement for Unencumbered Land, Mariani property, HO-92-02-E, 175.41 acres (APB) (Staff Report)

Ms. Levy reviewed the Staff Report with the Board. The request is from Oakdale Farm LLC and it is for an exchange of land under easement for unencumbered land. The property is located on 16449 Ed Warfield Road in Woodbine. The property was placed in the program in January of 1992. The maps were reviewed with the APB to display the pieces of land that was proposed to be exchanged. They are requesting the exchange because they want to provide a better spatial buffer for the historic Governor's Mansion on the Oakdale property.

Staff recommends approval of the request for exchange of land under easement for unencumbered land, subject to the following conditions. An amended deed of easement is to be prepared, executed, and duly recorded in the land records of Howard County. The amended deed of easement will reflect the exchange of land under easement for unencumbered land. The applicant must obtain all appropriate county and state permits and approvals, including the approval of a subdivision plat to be recorded concurrently with the amended deed of easement.

The easement access to Jennings Chapel Road was included in the acreage tally. It was advised that the only added traffic would be for one house. The 25-foot driveway will connect to the lot from and already existing roadway.

Ms. Jones motioned for approval and it was seconded by Ms. Hudson to approve the exchange. All Board members in attendance were in favor of the motion for approval. The motion passed.

7. Request for Final Advisory Comments, Commercial Solar Facility (CSF), Cahill Luigard Living Trust property, HO-97-04-PPCL(B), 37 +/- acres (APB) (Staff Report)

Request for final advisory comments for a CSF that was presented during the previous meeting. After the meeting they held last month, the board was provided more background information on the farming operation and how the CSF supported the farming operation. The Board looked carefully at the balance of the property to verify the CSF is ancillary to the primary farming operation.

Mr. Brown motioned for the Board recommendation for option one and it was seconded by Ms. Jones. All Board members in attendance were in favor of recommending option one.

Discussion Items

1. Program Updates

The Lowery property has gone to settlement and there are several other properties getting prepared for settlement. Sowell, Moore-Roby and JRNL have all gone to council and have been approved. Site visits have been completed for JRNL and Moore-Roby.

The Agricultural Innovation Grants have had another round go out.

The Roving Radish season is going well, and they are purchasing a lot of their produce from local farms.

At a future meeting, the APB will discuss ideas for spending agricultural preservation funds.

2. Discussion of Commercial Solar Facilities (CSF) request submission requirements

The new two-step process was discussed with the Board. The two-step process was implemented because of the update to the ZRA. They are looking into the possibility of skipping the second step, which is another meeting with the APB, if the Board is comfortable with the CSF plans presented to them during the first meeting. It was also mentioned, the possibility of adding some language to the submission process to recommend the applicants provide a narrative of how the CSF is ancillary to the farming operation.

Public Testimony

No public testimony

Meeting Adjourned

Mr. Brown motioned to adjourn, and it was seconded by Ms. Hudson. All members in attendance approved the motion. The meeting concluded at 8:27PM.



HOWARD COUNTY DEPARTMENT OF PLANNING AND ZONING

3430 Court House Drive

Ellicott City, Maryland 21043

410-313-2350

Voice/Relay

Amy Gowan, Director

FAX 410-313-3467

HOWARD COUNTY AGRICULTURAL PRESERVATION BOARD August 23, 2021

Staff Report

Owners:

Jean Dickey Intervivos Trust

c/o Jonathan Dickey, James Dickey and Walter Johnson, trustees

5007 Rockmere Court Bethesda, MD 20816

Contract Purchasers:

AFS Farm, LLC & Sharp's Wild Horse Meadow, LLC

c/o Charles, Denise and Charles Sharp

4003 Jennings Chapel Road Brookeville, MD 20833

Farm Location:

13700 N. Forsythe Rd, Sykesville

Tax Map 9, Parcel 93, 130.78 +/- acres

Easement Designation:

Howard County Easement applicant

Request:

Review by the Agricultural Preservation Board to revise the price per acre for an

agricultural easement

Recommendation:

Recommendation to the County Executive to approve the revised price per acre

Summary:

There are three proposed changes to the Board approved score sheet:

- 1) Subsequent to the Board's review on July 26, the Dickeys entered into a sales contract with the Sharps. The two Sharp LLCs listed above will own the farm when the ag easement is granted to the County. The property is currently leased to Chuck Gingrich. The Sharps have provided an assignment of lease agreement with Mr. Gingrich, which shows their intent to farm the property themselves. Mr. Gingrich will harvest the standing crop and the Sharps will be aerial seeding cover crop into the standing crop on or before September 11th. Accordingly, #8 on the score sheet has been revised to give 50 points for owner operated (a change from 25 points for non-owner operated).
- 2) The Sharps want to exclude the existing principal dwelling and an acre curtilage from the easement restrictions. They are not proposing to subdivide the acre onto a separate lot. The Sharp family has indicated that at some point in the future, they will likely request a large parcel subdivision to divide the farm into two parcels of approximately 55 and 75 acres, as provided for in Section 15.514(d) of the Howard County Code. They would like a principal dwelling on each parcel, but the easement allows only one. By excluding the acre around the existing dwelling upfront, the easement would provide the right for a new principal dwelling on the parcel that is unimproved. So, the 130-acre property would go under easement without a dwelling. If the Sharps created the large parcel subdivision, one parcel would have the existing dwelling on an unencumbered one-acre area, and the other parcel would have the right to a new dwelling that would be subject to the easement restrictions. Accordingly, one acre has been subtracted from the overall acreage on the score sheet.

3) The ALPP requires the exclusion of any road right-of-way from the ag easement, and the subtraction of that acreage from the overall price calculation. The farm has considerable road frontage on both Forsythe and Gaither Roads. An updated survey to show and calculate the ROW has not been completed yet, so there will be another change to the acreage and total price sometime soon. Since the total price difference will likely be relatively minor, and will be a reduction, the Board may not need to review it again.

There are no changes proposed to the APB optional points because everything on the approved version still applies.

Date: 8/16/2/

Staff Recommendation:

Staff recommends approval of the revised \$37,800 per acre price.

Prepared by:

Joy Levy, Administrator

Agricultural Land Preservation Program

Attachments:

Revised Score Sheet

Assignment of Lease Agreement

Aerial map showing approximate acre around house to be excluded



Howard County Agricultural Land Preservation Program 2020 PRICE FORMULA WORKSHEET

	Forever	Owner Dick	ey		Tax Map	9	Parcel(s)	93
	Fig. 10. 10 Fig. 10. 10. 10 Fig. 10. 10. 10. 10. 10. 10. 10. 10. 10. 10	Farm Address	13850 Fors	ythe Rd, Sykesville			Acres _	129.78
								POINTS
1.	Parcel Size Relative to Av	erage Acreage of F	Remaining Un	committed Land (40 acres)	Maximum 15	0 points	150
	40 acres or more			130	150 points			
	35 acres to 39.9 acres				125 points			
	30 acres to 34.9 acres				100 points			
	25 acres to 29.9 acres				75 points			
	20 acres to 24.9 acres				50 points			
2,	Soil Capability – Percenta	ge of Class I, II and	d III Soils Rela	itive to Property T	otal	Maximum 15	0 points	150
	90% or greater Class I, II			97.4	150 points		-	
	80% to 89% Class I, II an				125 points			
	70% to 79% Class I, II and	d III Soils			100 points			
	60% to 69% Class I, II an	d III Soils			75 points			
	Less than 60% Class I, II	and III Soils			50 points			
3.	Soil Productivity as Meas	ured by Land Evalı	uation Score			Maximum 15	0 points	100
	90 or greater Land Evalua	ation Score			150 points			
	80-89 Land Evaluation Sc	core			125 points			
	70-79 Land Evaluation Sc	core		78.5	100 points			
	60-69 Land Evaluation Sc	core			75 points			
	Less than 60 Land Evalua	ation Score			50 points			
4.	Adjacency to Preserved L	and				Maximum 12	5 points	75
	75 to 100% perimeter adj	acent to preserved lan	nd		125 points			
	50 to 74% perimeter adja-				100 points			
	25 to 49% perimeter adja-			29%	75 points			
	Less than 25% perimeter	adjacent to preserved	land		50 points			
5.	Concentration of Preserve					Maximum 12	5 points	125
	More than 600 acres of p			945	125 points			
	400-599 acres of preserve				100 points			
	200-399 acres of preserve				75 points			
	Less than 200 acres of pr	eserved land within 3/	4 mile		50 points			
6,	Current Land Use					Maximum 15	0 points	125
	90% or greater of property	y in agricultural use			150 points			
	80% to 89% of property in	n agricultural use		88%	125 points			
	70% to 79% of property in	n agricultural use			100 points			
	60% to 69% of property in	agricultural use			75 points			
	Less than 60% of propert	y in agricultural use		about the .	50 points			
7.	Soil Conservation and Wa	iter Quality Plan (S	CWQP)/Best I	Management Prac	tices (BMPs)	Maximum 10	0 points _	100
	Longstanding landowner	relationship with SCD	and SCWOP o	n the property is pred	iominantiv implem	ented		
	with no major resource co	-	, unu ourra, o	ir iito proporty to prov			X	100 points
	Landowner has relationsh					s property		75!
	or another property, or lar	ngowner nas implemei	ntea considerab	ie RMHs ou their own	I	-		75 points
	New relationship with SCI		•	SCWQP on this prop	erty or another pro	perty,		E0 mainte
	or landowner has impleme	ented BMPs on their o	nwa			_		50 points
	New SCWQP with no con	servation or BMP acti	vity			_		0 points

				POINTS
8. Ownership and Operation			Maximum 50 points	50
Owner operated	<u>x</u>	50 points		
Non-owner operated		25 points		
No current operation		0 points		
SUBTOTAL POINTS			Maximum 1000 points	875
PRELIMINARY PRICE CALCULATION - Maximur	n \$40,000 per acre			
875_points x \$40/point =	\$35,000			
Additional Points - Maximum 100 points				
Relinquishment of Tenant House Rights, if a Number of tenant houses allowed by	pplicable v right at 1 per 25 acres		Maximum 50 points	40
4 Tenant house rights relinquished x				
2. Optional APB Points			Maximum +/- 50 points	30
See separate scoring sheet - points may be add	led or subtracted			
TOTAL POINTS			Maximum 1000 points	945
FINAL PRICE CALCULATION - Maximum \$4	0,000 per acre			
945 points x \$40/point =	\$37,800			
TOTAL PRICE OFFER				
	acre =			\$4,905,684

LEASE ASSIGNMENT

This Lease Assignment by and between, Charles Gingrich (the "Assignor") and Charles Sharp or his assigns (the "Assignee") made on this ____ day of July, 2021.

WHEREAS, on the 1st day of January 2021, the Assignor entered into a lease with Jean R. Dickey (the "Landlord") for 106 crop acres located at 13700 Forsythe Road in Howard County, Maryland (the "Lease").

WHEREAS, Assignor desires to transfer the rights, title and interest to the leased premises to the Assignee.

NOW, THEREFORE for full and valuable consideration of \$10,600.00 (TEN THOUSAND SIX HUNDRED DOLLARS), Assignor hereby assigns and transfers the Lease attached hereto and incorporated herein, together with all the rights, title and interest in and to the Lease and premises, subject to all the conditions and terms contained therein, to have and to hold from the 7th day of July, 2021 until the Lease term expires on the 31st day of December, 2022.

Charles Gingrich, Assignor

Charles Sharp, Assign

SHARP FARM LLC GENERAL ACCOUNT 4003 JENNINGS CHAPEL RD 421	52
BROOKEVILLE, MD 20833	•
Dollars Dollars Dollars	Seatures t
Carroll Community Bank Ith work you WWKCAFFIOLLCORANA COM	
Por	MP

