INTRODUCED 01.07.2025
PUBLIC HEARING 0 21 2025
COUNCIL ACTION D2.03-2025
EXEC. ACTION 02.05.205
EFFECTIVE DATE 04.07.2025

County Council of Howard County, Maryland

2025 Legislative Session

Legislative Day No. 1

Bill No. 2-2025

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

Short Title: Bond Enabling- \$2,500,000 - E1058 Systemic Renovations

Title: AN ACT for the purpose of authorizing and empowering Howard County, Maryland to borrow money in an aggregate principal amount of up to \$2,500,000 on its full faith and credit, and issue and sell its bonds therefor, to be used to pay costs of a capital project, more particularly described in the County's Fiscal Year 2025 Capital Budget, and to pay costs of issuance of such bonds; authorizing the County to issue bond and grant anticipation notes or to enter into installment purchase agreements for payment of portions of such costs; and to levy taxes upon the assessable property within the County sufficient, together with other available funds, to pay the debt service on such obligations; and providing for and determining various matters in connection therewith.

Introduced and read first time	1
By order Michael Corra	3/
Michelle Harrod, Administrator	
Having been posted and notice of time & place of hearing & title of Bill having been published according to Charter, the time at a public hearing on	Bill was read for a second
By order	rod
This Bill was read the third time on Feb 3, 2025 and Passed X, Passed with amendments, Failed_	
	0 _
By order Michelle Harrod, Administrator	27
Sealed with the County Seal and presented to the County Executive for approval this 4th day of Feb., 2025 a	at a.m./p.m.
By order Michelle Harrod, Administrator	Derro
Approved by the County Executive Fcb 5 , 2025	

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.

Calvin Ball, County Executive

1 Recitals

The County Council of Howard County, Maryland (the "County Council") has adopted a Capital Budget for Howard County, Maryland (the "County") for the fiscal year 2025 (the "Capital Budget") pursuant to Council Bill 27-2024, and included therein certain appropriations to pay the costs of County capital projects, as more particularly described in <u>Appendix A</u> attached hereto (the "Project"). Pursuant to Transfer of Appropriation Ordinance No. 2 Fiscal Year 2025, which has been adopted by the County Council prior to the passage of this Act, the County has modified the funding sources for the Project by transferring from various other capital projects to the Project an aggregate appropriation of \$2,500,000 in bond funding to finance and refinance the Project, including payment of the costs of issuance of any obligation issued to evidence such borrowing.

Now therefore, in accordance with the provisions of Article VI of the Charter of Howard County:

Section 1. Be it enacted by the County Council of Howard County, Maryland, That the County finds it necessary to borrow and is hereby authorized and empowered to borrow on its full faith and credit, and issue and sell its bonds therefor, at one time or from time to time, an aggregate principal amount not exceeding \$2,500,000 the proceeds thereof to be used to finance and refinance the Project more particularly described in Appendix A attached hereto and in the Capital Budget, including without limitation, the cost of planning, design, construction, reconstruction, furnishing, equipping, improvements, renovations, remodeling, enlargements, engineering services, architect services, surveys, landscaping, site development, evaluation studies, land acquisition and related items, appurtenances and incidental activities. Proceeds of any bonds authorized by this Act may also be used to pay costs of issuance of such bonds.

Section 2. And be it further enacted by the County Council of Howard County, Maryland, That, pursuant to and in accordance with Section 19-212 of the Local Government Article of the Annotated Code of Maryland, as amended, the County is also authorized to issue bond anticipation notes in anticipation of the issuance of the bonds authorized by this Act and described in Section 1 hereof, and all references to "bonds" or "obligations" in this Act shall include such bond anticipation notes, unless the

context clearly requires a contrary meaning. It is intended that the aggregate principal amount of issued and outstanding bond anticipation notes when added to the aggregate principal amount of issued and outstanding bonds in anticipation of which such notes were issued, shall not exceed the aggregate principal amount set forth in Section 1 of this Act at any time. The County will agree in each ordinance described in Section 5 of this Act relating to any notes issued pursuant to this Act to pay such notes and the interest and premium, if any, thereon from the proceeds of the bonds in anticipation of the sale of which such notes are issued and other available funds, and the County will agree to issue such bonds when, and as soon as, the reason for deferring their issuance no longer exists.

Section 3. And be it further enacted by the County Council of Howard County, Maryland, That, in connection with the acquisition of real property as part of the Project, if any, the County may incur all or any portion of the indebtedness authorized by this Act for such acquisition by entering into an installment purchase agreement pursuant to and in accordance with Section 4.201A of the Howard County Code ("Section 4.201A") or any successor provisions of law in lieu of issuing bonds for such acquisition. The principal amount of any such installment purchase agreement shall not exceed the lesser of (a) the maximum principal amount permitted by Section 4.201A or (b) the portion of the amount to be borrowed for the Project (as set forth in Section 1 hereof) which relates to such acquisition. All references to "bonds" or "obligations" in this Act shall include such installment purchase agreements, unless the context clearly requires a contrary meaning.

Section 4. And be it further enacted by the County Council of Howard County, Maryland, That the County Council of the County, by an ordinance or ordinances adopted from time to time in accordance with Article VI of the Charter and other applicable provisions of law and policies of the County, shall provide for (a) the issuance and sale of, (b) the maximum principal amount, designation, form, tenor and denomination or denominations of, (c) the dates of the first maturity and the last maturity (not more than 30 years after the date of issue) of, and (d) the interest rate or rates per annum (or the method of determining such rate or rates) payable on, any bonds or other obligations issued from time to time under

this Act; and may by any such ordinance, or by separate resolution, provide that the issue of bonds or other obligations hereby authorized be consolidated with one or more other issues.

Section 5. And be it further enacted by the County Council of Howard County, Maryland, That for the purpose of paying the principal of and interest on such bonds or other obligations as the same shall become payable, the County Council shall levy annually ad valorem taxes upon the assessable property in the County sufficient, together with other available funds, to pay the principal of and interest on such bonds or other obligations until all of such bonds or other obligations shall mature and be redeemed. The full faith and credit and unlimited taxing power of the County are hereby irrevocably pledged to the payment of the principal of and interest on such bonds or other obligations.

Section 6. And be it further enacted by the County Council of Howard County, Maryland, That any bonds or other obligations issued from time to time under this Act are specifically exempt from the provisions of Sections 19-205 and 19-206 of the Local Government Article of the Annotated Code of Maryland, as amended, and any successor provision of law.

Section 7. And be it further enacted by the County Council of Howard County, Maryland, That all bonds or other obligations authorized hereby shall be issued within four years from the date this Act becomes effective. Notwithstanding the foregoing, if bond anticipation notes are issued within such period in accordance with Section 2 hereof, the bonds authorized hereby may be issued until the final maturity date of such notes.

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

- Accordingly, the County reasonably expects to reimburse costs of the Project (as described herein)
 with proceeds of the bonds or other obligations authorized hereby, such bonds or other obligations to be issued by the County in the maximum principal amount of \$2,500,000.
- Section 10. And be it further enacted by the County Council of Howard County, Maryland,
- 5 That this Act shall take effect sixty-one (61) days after its enactment.

School System Project

Project Description

Amount to be Borrowed (Reauthorizations) Amount to be Borrowed (New Authorizations)

E1058 - FY2024 SYSTEMIC RENOVATIONS

The Systemic Renovations project includes projects that are needed to bring older facilities up to current standards in lighting, electrical, HVAC systems, reconfiguring space, handicap accessible improvements, vehicle purchase including but not limited to dump trucks, and provide for upgrades to other building systems.

\$0

\$2,500,000

School System Project - Reauthorizations/New Authorizations

<u>\$0</u>

\$2,500,000

TOTAL AMOUNT TO BE BORROWED:

\$2,500,000

BY THE COUNCIL

This Bill, having been approved by the Executive and returned to the Council, stands enacted on , 2025.
Michelle R. 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 R. 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, 2025.
Michelle R. 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
Michelle R. 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, 2025.
Michelle R. 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
Michelle R. Harrod, Administrator to the County Council

Ms. Liz Walsh Council Chairperson Howard County Council George Howard Building 3430 Court House Drive Ellicott City, Maryland 21043

January 10, 2025

Dear Chairperson Walsh:

The Board of Education requests that the County Council authorize a capital budget transfer. This transfer moves a total of \$2,500,000 between four projects. The transfer is summarized below:

Donor Projects

E-1024 – Hammond HS Reno/Add E-1058 – Systemic Renovations	(\$2,500,000) (\$2,500,000)	County Bond Funding County Transfer Tax Funding
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Recipient Projects

E-1058 – Systemic Renovations	\$2,500,000	County Bond Funding
E-1038 – Planning and Design	\$2,500,000	County Transfer Tax Funding

Thank you for your attention to this matter.

Sincerely,

William J. Barnes
Superintendent

Copies: Dr. Calvin Ball, County Executive

County Council Members
County Council Administrator
Board of Education Members

J. Sager

K. Turner-Little B. Hull

S. Voyce C. Brown

S. Patel

D. Lubeley

FY 2025 Capital Budget Transfer - 1