

Introduced: Ms. Mach
1st Reading: June 6, 2011
Passed: June 20, 2011
Posted: June 21, 2011
Effective: June 30, 2011

ORDINANCE NUMBER 1312

AN ORDINANCE TO AUTHORIZE AND EMPOWER THE CITY OF GREENBELT, MARYLAND, FROM TIME TO TIME, TO BORROW NOT MORE THAN THREE MILLION NINE HUNDRED FIFTY THOUSAND DOLLARS (\$3,950,000) FOR THE PUBLIC PURPOSE OF REFUNDING THE OUTSTANDING PRINCIPAL AMOUNT OF THE CITY'S PUBLIC IMPROVEMENT AND REFUNDING BONDS OF 2002 AND TO EFFECT SUCH BORROWING BY THE ISSUANCE AND SALE, UPON ITS FULL FAITH AND CREDIT, OF ITS GENERAL OBLIGATION BONDS IN LIKE PAR AMOUNT PURSUANT TO THE AUTHORITY OF SECTION 24 OF ARTICLE 31 OF THE ANNOTATED CODE OF MARYLAND (2010 REPLACEMENT VOLUME) AND SECTION 55 OF THE CITY CHARTER; PROVIDING FOR THE APPROPRIATION AND DISPOSAL OF THE PROCEEDS OF SALE OF THE BONDS; PROVIDING FOR THE LEVY AND COLLECTION OF TAXES SUFFICIENT FOR THE PROMPT PAYMENT OF THE MATURING PRINCIPAL OF AND INTEREST ON THE BONDS; AND GENERALLY RELATING TO THE ISSUANCE, SALE AND PAYMENT OF THE BONDS

BE IT ORDAINED by the Council of the City of Greenbelt, Maryland, that:

SECTION 1. Pursuant to the authority of Section 24 of Article 31 of the Annotated Code of Maryland (2010 Replacement Volume) and Section 55 of the Charter of the City of Greenbelt (the "Charter"), the City of Greenbelt, Maryland (the "City") is hereby authorized and empowered to borrow money and incur indebtedness for the public purpose described in Section 2 hereof, at one time or from time to time, in an amount not exceeding, in the aggregate, Three Million Nine Hundred Fifty Thousand Dollars (\$3,950,000), and to evidence such borrowing by the issuance and sale, upon its full faith and credit, of general obligation bonds in like par amount, which may be issued at one time or from time to time, in one or more groups or series, as the City may determine.

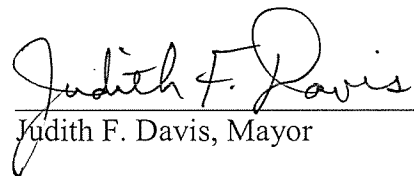
SECTION 2. Proceeds of sale of the bonds authorized to be issued hereunder shall be used and applied, after payment of the costs of issuance and sale, for the public purpose of refunding the outstanding principal amount of the City's Public Improvement and Refunding Bonds of 2002, and said proceeds are hereby appropriated for said purpose.

SECTION 3. For the purpose of meeting the debt service requirements on the bonds authorized to be issued hereunder, and in addition to such funds received from any other source as may from time to time be legally available and allocated for such purpose, the City shall, if and when such funds are or will be insufficient for such purpose, levy for each and every fiscal year during which any of the bonds may be outstanding, *ad valorem* taxes upon all real and tangible personal property within its corporate limits subject to assessment for unlimited municipal taxation in rate and amount sufficient to provide for the prompt payment of the principal of and interest on the bonds maturing in each such fiscal year, and, in the event the proceeds from the collection of the taxes so levied in any such fiscal year may prove inadequate for such purposes, additional taxes shall be levied in the subsequent fiscal year to make up any deficiency. The full faith and credit and unlimited taxing power of the City are hereby irrevocably pledged to the prompt payment of the maturing principal of and interest on the bonds as and when the same respectively mature, and to the levy and collection of the taxes hereinabove described as and when such taxes may become necessary in order to provide sufficient funds timely to meet the debt service requirements on the bonds. The City hereby covenants with each holder of any of the bonds to take any action that may be appropriate from time to time during the period that any of the bonds remain outstanding and unpaid to provide the funds necessary to make the principal and interest payments due thereon and further covenants and agrees to levy and collect the taxes hereinabove described.

SECTION 4. In accordance with Section 55(b) of the Charter, a complete and exact copy of this Ordinance shall be posted in a public place or places within the boundaries of the City for thirty (30) days and shall be published at least once within ten (10) days of its passage in a newspaper of general circulation in the City.

SECTION 5. This Ordinance shall take effect ten (10) days after the date of its passage.

PASSED by the Council of the City of Greenbelt, Maryland, at its regular meeting, June 20, 2011.



Judith F. Davis, Mayor

ATTEST:



Cindy Murray, City Clerk