

FINAL

AMENDED  
July 5 and 18, 2016

COUNTY COUNCIL OF ANNE ARUNDEL COUNTY, MARYLAND

Legislative Session 2016, Legislative Day No. 30

Bill No. 52-16

Introduced by Mr. Fink, Chairman

By the County Council, June 6, 2016

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Introduced and first read on June 6, 2016  
Public Hearing set for and held on July 5, 2016  
Public Hearing on AMENDED BILL set for and held on July 18, 2016  
Bill Expires September 9, 2016

By Order: Elizabeth E. Jones, Administrative Officer

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A BILL ENTITLED

1 AN ORDINANCE concerning: Gibson Island Special Community Benefit District –  
2 Approval of Loan and Amended Assignment Agreement  
3

4 FOR the purpose of obligating the County to levy the special tax known as the special  
5 community benefit assessment on the Gibson Island Special Community Benefit  
6 District in an amount sufficient to repay a loan from Old Line Bank to the Gibson  
7 Island Corporation in each of ~~eight (8)~~ ten (10) fiscal years during the term of the  
8 loan.  
9

10 WHEREAS, the Gibson Island Special Benefit District has been duly formed and  
11 created, pursuant to procedures set forth in Anne Arundel County Code, Article 4,  
12 Title 7; and  
13

14 WHEREAS, pursuant to § 4-7-204(aa)(2) of the Anne Arundel County Code, the  
15 purposes of the Gibson Island Special Community Benefit District include  
16 “acquisition, improvement, maintenance, and construction of community owned  
17 real and personal property . . . and the administrative expenses incidental to  
18 carrying out these purposes, including repayment of any loan, interest thereon,  
19 and any necessary insurance costs”; and  
20

21 WHEREAS, the Gibson Island Corporation (the “Corporation”) is the civic or  
22 community association that meets the requirements of § 4-7-101(d) that

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EXPLANATION: Underlining indicates amendments to bill.  
~~Strikeover~~ indicates matter stricken from bill by amendment.

1 administers the District; and

2  
3 WHEREAS, by Bill No. 11-15, which was effective ~~April 15, 2019~~ April 19,  
4 2015, the County Council agreed to levy the special tax sufficient to repay a Loan  
5 to the Corporation from Old Line Bank in the amount of \$10,000,000, with a term  
6 of ten (10) years, to be used to assist in the construction of community-owned  
7 facilities (a boat house, guest cottages, and a club house) on community-owned  
8 property (the "Original Loan"), and authorized the county Executive to enter into  
9 agreements necessary to enable disbursement of the special community benefit  
10 assessment directly to Old Line Bank; and

11  
12 WHEREAS, the Corporation is amending the Original Loan by increasing the  
13 principal to \$10,750,000 ~~and by shortening the term to eight (8) years~~ (the  
14 "Modified Loan"); and

15  
16 WHEREAS, to enable the Corporation to obtain the Modified Loan from Old  
17 Line Bank by providing a source of funds for repayment of the Modified Loan,  
18 the County is undertaking the obligation set forth in this Ordinance; now,  
19 therefore,

20  
21 SECTION 1. *Be it enacted by the County Council of Anne Arundel County,*  
22 *Maryland,* That the County shall be obligated to levy the special tax known as the special  
23 community benefit assessment on the Gibson Island Special Community Benefit District  
24 in an amount sufficient to repay the Modified Loan from Old Line Bank to Gibson Island  
25 Corporation in each of up to ~~eight (8)~~ ten (10) fiscal years during the term of the Loan,  
26 beginning in the County's Fiscal Year 2017.

27  
28 SECTION 2. *And be it further enacted,* That the County undertakes no obligation  
29 with regard to the Modified Loan except as expressly described in this Ordinance, is  
30 neither a co-obligor nor guarantor of the Loan, and does not commit the full faith and  
31 credit of the County to repayment of the Modified Loan.

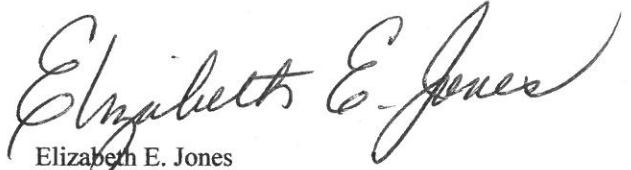
32  
33 SECTION 3. *And be it further enacted,* That the County Executive is hereby  
34 authorized to enter into such other and further agreements with the Corporation and Old  
35 Line Bank as are necessary to disburse directly to Old Line Bank such amounts of the  
36 special community benefit assessment levied on the Gibson Island Special Community  
37 Benefit District as are collected by the County and are necessary to repay the Modified  
38 Loan consistent with this Ordinance.

39  
40 SECTION 4. *And be it further enacted,* That this Ordinance shall take effect 45 days  
41 from the date it becomes law.

AMENDMENTS ADOPTED: July 5 and 18, 2016

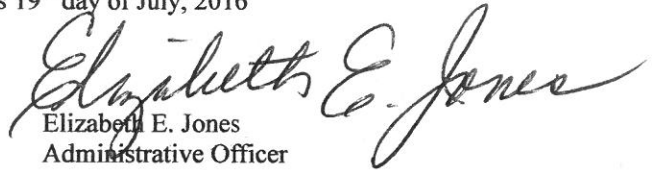
READ AND PASSED this 18<sup>th</sup> day of July, 2016

By Order:



Elizabeth E. Jones  
Administrative Officer

PRESENTED to the County Executive for his approval this 19<sup>th</sup> day of July, 2016



Elizabeth E. Jones  
Administrative Officer

APPROVED AND ENACTED this 19<sup>th</sup> day of July, 2016



Steven R. Schuh  
Acting County Executive

EFFECTIVE DATE: September 2, 2016

I HEREBY CERTIFY THAT THIS IS A TRUE AND CORRECT COPY OF BILL NO.  
52-16. THE ORIGINAL OF WHICH IS RETAINED IN THE FILES  
OF THE COUNTY COUNCIL.



Elizabeth E. Jones  
Administrative Officer