

PROPOSED

COUNTY COUNCIL OF ANNE ARUNDEL COUNTY, MARYLAND

Legislative Session 2024, Legislative Day No. 23

Bill No. 99-24

Introduced by Ms. Hummer, Chair
(by request of the County Executive)

By the County Council, December 16, 2024

Introduced and first read on December 16, 2024
Public Hearing set for January 21, 2025
Bill Expires March 21, 2025

By Order: Kaley Schultze, Administrative Officer

A BILL ENTITLED

1 AN ORDINANCE concerning: Severn Grove Special Community Benefit District –
2 Approval of Loan and 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 Severn Grove Special Community Benefit
6 District, in an amount sufficient to repay a loan from Sandy Spring Bank to the Severn
7 Grove Improvement Association, Inc., in each of fifteen (15) fiscal years during the
8 term of the loan.

9
10 WHEREAS, the Severn Grove Special Community Benefit District has been duly
11 formed and created, pursuant to procedures set forth in Anne Arundel County Code,
12 Article 4, Title 7; and

13
14 WHEREAS, pursuant to § 4-7-204(iii) of the Anne Arundel County Code, the
15 purposes of the Severn Grove Special Community Benefit District are “maintaining
16 and improving all real and personal property owned by the Severn Grove
17 Improvement Association, Inc.; providing community recreational activities; and
18 paying all costs associated with these purposes, including office expenses, postage
19 and mailing, the repayment of any loans, insurance costs, legal and audit fees,
20 administrative fees to the County, and bonding expenses”; and

21
22 WHEREAS, the Severn Grove Improvement Association, Inc. (the “Association”)
23 is the civic or community association that meets the requirements of § 4-7-101(d)
24 that administers the Severn Grove Special Community Benefit District; and

25
26 WHEREAS, the Association is entering into a loan agreement with Sandy Spring
27 Bank in the amount of \$140,000, with a term of fifteen (15) years, to be used for
28 renovation of the community clubhouse (the “Loan”); and

1 WHEREAS, to enable the Association to obtain the Loan from Sandy Spring Bank
2 by providing a source of funds for repayment of the Loan, the County is undertaking
3 the obligation set forth in this Ordinance; now, therefore,
4

5 SECTION 1. *Be it enacted by the County Council of Anne Arundel County, Maryland,*
6 That the County shall be obligated to levy the special tax known as the special community
7 benefit assessment on the Severn Grove Special Community Benefit District in an amount
8 sufficient to repay the Loan from Sandy Spring Bank to Severn Grove Improvement
9 Association, Inc. in each of up to fifteen (15) fiscal years during the term of the Loan.
10

11 SECTION 2. *And be it further enacted,* That the County undertakes no obligation with
12 regard to the Loan except as expressly described in this Ordinance, is neither a co-obligor
13 nor guarantor of the Loan, and does not commit the full faith and credit of the County to
14 repayment of the Loan.
15

16 SECTION 3. *And be it further enacted,* That the County Executive is hereby authorized
17 to enter into such other and further agreements with the Association and Sandy Spring
18 Bank as are necessary to disburse directly to Sandy Spring Bank such amounts of the
19 special community benefit assessment levied on the Severn Grove Special Community
20 Benefit District as are collected by the County and are necessary to repay the Loan
21 consistent with this Ordinance.
22

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