



The Mayor and Commissioners of the Town of Elkton

Resolution R 9 - 2003

A RESOLUTION of the Mayor and Commissioners of the Town of Elkton amending the Charter of the Town of Elkton, generally providing for the borrowing of funds for purposes other than and in addition to funds borrowed for capital improvement(s), adjusting the percentage of indebtedness in accordance with the one hundred percent assessment on real property, and providing that the Town may borrow money on a note or otherwise for a period not exceeding twenty (20) years.

WHEREAS, the Mayor and Commissioners of the Town of Elkton are empowered and authorized to amend the Charter of the Town of Elkton, as provided under Article XI-E., of the Constitution of the State of Maryland, and Article 23A, § 11., et seq., of the Annotated Code of Maryland; and

WHEREAS, the Mayor and Commissioners of the Town of Elkton have determined that the percentage of indebtedness created by borrowing money shall be adjusted to compensate for the one hundred percent (100%) assessment on real property, as provided by law; and

WHEREAS, the Mayor and Commissioners of the Town of Elkton have further determined that money may be borrowed for appropriate (non-operating) purposes other than for capital improvements; and

WHEREAS, the Mayor and Commissioners of the Town of Elkton have further determined that it is in best interest of the Town of Elkton to be able to borrow money on its full faith and credit by means other than by the issuance of bonds for a period not exceeding twenty (20) years.

NOW, THEREFORE, BE IT RESOLVED, that the following amendment to the Charter of the Town of Elkton shall be effective as hereinafter provided:

Charter of the Town of Elkton

Article VIII, § C8-3., Borrowing powers; procedures; limitations.

- A. The Board of Commissioners shall have the power to borrow money for any proper public purpose and to evidence such borrowing by the issuance and sale of bonds in the manner prescribed by and pursuant to law; provided that the Board of Commissioners shall issue no bonds if, by the issuance thereof, the total bonded indebtedness of the town incurred, less the amount of sinking funds established for the retirement thereof, would then exceed 5.6% of the assessed value of all real and personal property taxable for municipal purposes by the town.
- B. In addition to the above powers the Board of Commissioners may, whenever it deems necessary, by resolution, borrow money on the faith and credit of said town by note or otherwise, in any amount it deems necessary for capital improvements or for other purposes deemed appropriate by the Board, provided that said indebtedness thus created shall not exceed 1.8% of the assessed value of all real and personal property taxable for municipal purposes by the town at the time of issuance, and provided further that said indebtedness shall mature no later than twenty (20) years from the date of this creation.

**** End of Section ****

THIS RESOLUTION adopted this 19th day of November, 2003 .

THIS RESOLUTION shall be effective on the 8th day of January, 2004, fifty (50) days from the date of its adoption, unless otherwise provided by law.

The Mayor and Commissioners
of the Town of Elkton

Mayor Joseph L. Fisona
Commissioner John K. Burkley, II
Commissioner Charles H. Givens, Sr.
Commissioner C. Gary Storke