Unofficial Copy L4 1996 Regular Session 6lr1386

By: Delegate Walkup Introduced and read first time: January 18, 1996 Assigned to: Commerce and Government Matters

A BILL ENTITLED

1 AN ACT concerning

2 Town of Betterton (Kent County)

3 Urban Renewal Authority for Slum Clearance

4 FOR the purpose of authorizing the Town of Betterton, Kent County, to undertake and

- 5 carry out certain urban renewal projects for slum clearance and redevelopment;
- 6 prohibiting any land or property from being taken under this Act without just
- 7 compensation being first paid to the party entitled to the compensation; declaring
- 8 that all land or property taken under this Act is needed for public uses or purposes;
- 9 authorizing the legislative body of the Town of Betterton by ordinance to elect to
- 10 have the powers granted by this Act exercised by a certain public body; imposing
- 11 certain requirements for the initiation and approval of an urban renewal project;
- 12 providing for the disposal of property in an urban renewal area; authorizing the
- 13 municipal corporation to issue certain bonds under certain circumstances; clarifying
- 14 that this Act may be amended or repealed only by the General Assembly of
- 15 Maryland; defining certain terms; and generally relating to urban renewal authority
- 16 for slum clearance for the Town of Betterton in Kent County.

17 BY adding to

- 18 Chapter 10 Charter of the Town of Betterton
- 19 Section A1-101 through A1-114, inclusive, to be under the new heading "Appendix
- 20 I Urban Renewal Authority for Slum Clearance"
- 21 Public Local Laws of Maryland Compilation of Municipal Charters
- 22 (1990 Replacement Edition and 1995 Supplement)
- 23 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 24 MARYLAND, That the Public Local Laws of Maryland Compilation of Municipal
- 25 Charters read as follows:

26 Chapter 10 - Charter of the Town of Betterton

- 27 APPENDIX I URBAN RENEWAL AUTHORITY FOR SLUM CLEARANCE
- 28 A1-101. DEFINITION.

29 (A) IN THIS APPENDIX THE FOLLOWING WORDS HAVE THE MEANINGS30 INDICATED.

(B) "BLIGHTED AREA" MEANS AN AREA IN WHICH A MAJORITY OF
 BUILDINGS HAVE DECLINED IN PRODUCTIVITY BY REASON OF OBSOLESCENCE,
 DEPRECIATION, OR OTHER CAUSES TO AN EXTENT THEY NO LONGER JUSTIFY
 FUNDAMENTAL REPAIRS AND ADEQUATE MAINTENANCE.

5 (C) "BONDS" MEANS ANY BONDS (INCLUDING REFUNDING BONDS), NOTES,
6 INTERIM CERTIFICATES, CERTIFICATES OF INDEBTEDNESS, DEBENTURES, OR
7 OTHER OBLIGATIONS.

8 (D) "FEDERAL GOVERNMENT" MEANS THE UNITED STATES OF AMERICA OR
9 ANY AGENCY OR INSTRUMENTALITY, CORPORATE OR OTHERWISE, OF THE UNITED
10 STATES OF AMERICA.

11 (E) "MUNICIPALITY" MEANS THE TOWN OF BETTERTON, MARYLAND.

(F) "PERSON" MEANS ANY INDIVIDUAL, FIRM, PARTNERSHIP, CORPORATION,
COMPANY, ASSOCIATION, JOINT STOCK ASSOCIATION, OR BODY POLITIC. IT
INCLUDES ANY TRUSTEE, RECEIVER, ASSIGNEE, OR OTHER PERSON ACTING IN
SIMILAR REPRESENTATIVE CAPACITY.

(G) "SLUM AREA" MEANS ANY AREA WHERE DWELLINGS PREDOMINATE
WHICH, BY REASON OF DEPRECIATION, OVERCROWDING, FAULTY ARRANGEMENT
OR DESIGN, LACK OF VENTILATION, LIGHT, OR SANITARY FACILITIES, OR ANY
COMBINATION OF THESE FACTORS, ARE DETRIMENTAL TO THE PUBLIC SAFETY,
HEALTH, OR MORALS.

21 (H) "URBAN RENEWAL AREA" MEANS A SLUM AREA OR A BLIGHTED AREA
22 OR A COMBINATION OF THEM WHICH THE MUNICIPALITY DESIGNATES AS
23 APPROPRIATE FOR AN URBAN RENEWAL PROJECT.

(I) "URBAN RENEWAL PLAN" MEANS A PLAN, AS IT EXISTS FROM TIME TO
TIME, FOR AN URBAN RENEWAL PROJECT. THE PLAN SHALL BE SUFFICIENTLY
COMPLETE TO INDICATE WHATEVER LAND ACQUISITION, DEMOLITION, AND
REMOVAL OF STRUCTURES, REDEVELOPMENT, IMPROVEMENTS, AND
REHABILITATION AS MAY BE PROPOSED TO BE CARRIED OUT IN THE URBAN
RENEWAL AREA, ZONING AND PLANNING CHANGES, IF ANY, LAND USES, MAXIMUM
DENSITY, AND BUILDING REQUIREMENTS.

(J) "URBAN RENEWAL PROJECT" MEANS UNDERTAKINGS AND ACTIVITIES OF
A MUNICIPALITY IN AN URBAN RENEWAL AREA FOR THE ELIMINATION AND FOR
THE PREVENTION OF THE DEVELOPMENT OR SPREAD OF SLUMS AND BLIGHT, AND
MAY INVOLVE SLUM CLEARANCE AND REDEVELOPMENT IN AN URBAN RENEWAL
AREA, OR REHABILITATION OR CONSERVATION IN AN URBAN RENEWAL AREA, OR
ANY COMBINATION OR PART OF THEM IN ACCORDANCE WITH AN URBAN RENEWAL
PLAN. THESE UNDERTAKINGS AND ACTIVITIES MAY INCLUDE:

38 (1) ACQUISITION OF A SLUM AREA OR A BLIGHTED AREA OR PORTION39 OF THEM;

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(2) DEMOLITION AND REMOVAL OF BUILDINGS AND IMPROVEMENTS;

(3) INSTALLATION, CONSTRUCTION OR RECONSTRUCTION OF STREETS,
 UTILITIES, PARKS, PLAYGROUNDS, AND OTHER IMPROVEMENTS NECESSARY FOR
 CARRYING OUT THE URBAN RENEWAL OBJECTIVES OF THIS APPENDIX IN
 ACCORDANCE WITH THE URBAN RENEWAL PLAN;

5 (4) DISPOSITION OF ANY PROPERTY ACQUIRED IN THE URBAN
6 RENEWAL AREA, INCLUDING SALE, INITIAL LEASING, OR RETENTION BY THE
7 MUNICIPALITY ITSELF, AT ITS FAIR VALUE FOR USES IN ACCORDANCE WITH THE
8 URBAN RENEWAL PLAN;

9 (5) CARRYING OUT PLANS FOR A PROGRAM OF VOLUNTARY OR
10 COMPULSORY REPAIR AND REHABILITATION OF BUILDINGS OR OTHER
11 IMPROVEMENTS IN ACCORDANCE WITH THE URBAN RENEWAL PLAN;

(6) ACQUISITION OF ANY OTHER REAL PROPERTY IN THE URBAN
RENEWAL AREA WHERE NECESSARY TO ELIMINATE UNHEALTHFUL, UNSANITARY,
OR UNSAFE CONDITIONS, LESSEN DENSITY, ELIMINATE OBSOLETE OR OTHER USES
DETRIMENTAL TO THE PUBLIC WELFARE, OR OTHERWISE TO REMOVE OR PREVENT
THE SPREAD OF BLIGHT OR DETERIORATION, OR TO PROVIDE LAND FOR NEEDED
PUBLIC FACILITIES; AND

18 (7) THE PRESERVATION, IMPROVEMENT, OR EMBELLISHMENT OF19 HISTORIC STRUCTURES OR MONUMENTS.

20 A1-102. POWERS.

21 (A) THE MUNICIPALITY MAY UNDERTAKE AND CARRY OUT URBAN22 RENEWAL PROJECTS.

23 (B) THESE PROJECTS SHALL BE LIMITED:

24 (1) TO SLUM CLEARANCE IN SLUM OR BLIGHTED AREAS AND25 REDEVELOPMENT OR THE REHABILITATION OF SLUM OR BLIGHTED AREAS;

(2) TO ACQUIRE IN CONNECTION WITH THOSE PROJECTS, WITHIN THE
CORPORATE LIMITS OF THE MUNICIPALITY, LAND AND PROPERTY OF EVERY KIND
AND ANY RIGHT, INTEREST, FRANCHISE, EASEMENT, OR PRIVILEGE, INCLUDING
LAND OR PROPERTY AND ANY RIGHT OR INTEREST ALREADY DEVOTED TO PUBLIC
USE, BY PURCHASE, LEASE, GIFT, CONDEMNATION, OR ANY OTHER LEGAL MEANS;
AND

(3) TO SELL, LEASE, CONVEY, TRANSFER, OR OTHERWISE DISPOSE OF
ANY OF THE LAND OR PROPERTY, REGARDLESS OF WHETHER OR NOT IT HAS BEEN
DEVELOPED, REDEVELOPED, ALTERED, OR IMPROVED AND IRRESPECTIVE OF THE
MANNER OR MEANS IN OR BY WHICH IT MAY HAVE BEEN ACQUIRED, TO ANY
PRIVATE, PUBLIC, OR QUASI-PUBLIC CORPORATION, PARTNERSHIP, ASSOCIATION,
PERSON, OR OTHER LEGAL ENTITY.

(C) LAND OR PROPERTY TAKEN BY THE MUNICIPALITY FOR ANY OF THESE
PURPOSES OR IN CONNECTION WITH THE EXERCISE OF ANY OF THE POWERS WHICH
ARE GRANTED BY THIS APPENDIX TO THE MUNICIPALITY BY EXERCISING THE
POWER OF EMINENT DOMAIN MAY NOT BE TAKEN WITHOUT JUST COMPENSATION,

AS AGREED UPON BETWEEN THE PARTIES, OR AWARDED BY A JURY, BEING FIRST
 PAID OR TENDERED TO THE PARTY ENTITLED TO THE COMPENSATION.

3 (D) ALL LAND OR PROPERTY NEEDED OR TAKEN BY THE EXERCISE OF THE
4 POWER OF EMINENT DOMAIN BY THE MUNICIPALITY FOR ANY OF THESE PURPOSES
5 OR IN CONNECTION WITH THE EXERCISE OF ANY OF THE POWERS GRANTED BY
6 THIS APPENDIX IS DECLARED TO BE NEEDED OR TAKEN FOR PUBLIC USES AND
7 PURPOSES.

8 (E) ANY OR ALL OF THE ACTIVITIES AUTHORIZED PURSUANT TO THIS
9 APPENDIX CONSTITUTE GOVERNMENTAL FUNCTIONS UNDERTAKEN FOR PUBLIC
10 USES AND PURPOSES AND THE POWER OF TAXATION MAY BE EXERCISED, PUBLIC
11 FUNDS EXPENDED, AND PUBLIC CREDIT EXTENDED IN FURTHERANCE OF THEM.

12 A1-103. ADDITIONAL POWERS.

13 THE MUNICIPALITY HAS THE FOLLOWING ADDITIONAL POWERS. THESE
14 POWERS ARE DECLARED TO BE NECESSARY AND PROPER TO CARRY INTO FULL
15 FORCE AND EFFECT THE SPECIFIC POWERS GRANTED IN THIS APPENDIX AND TO
16 FULLY ACCOMPLISH THE PURPOSES AND OBJECTS CONTEMPLATED BY THE
17 PROVISIONS OF THIS SECTION:

18 (1) TO MAKE OR HAVE MADE ALL SURVEYS AND PLANS NECESSARY TO
19 THE CARRYING OUT OF THE PURPOSES OF THIS APPENDIX AND TO ADOPT OR
20 APPROVE, MODIFY, AND AMEND THOSE PLANS. THESE PLANS MAY INCLUDE, BUT
21 ARE NOT LIMITED TO:

22 (I) PLANS FOR CARRYING OUT A PROGRAM OF VOLUNTARY OR 23 COMPULSORY REPAIR AND REHABILITATION OF BUILDINGS AND IMPROVEMENTS;

(II) PLANS FOR THE ENFORCEMENT OF CODES AND REGULATIONS
RELATING TO THE USE OF LAND AND THE USE AND OCCUPANCY OF BUILDINGS AND
IMPROVEMENTS AND TO THE COMPULSORY REPAIR, REHABILITATION,
DEMOLITION, OR REMOVAL OF BUILDINGS AND IMPROVEMENTS; AND

(III) APPRAISALS, TITLE SEARCHES, SURVEYS, STUDIES, AND
OTHER PLANS AND WORK NECESSARY TO PREPARE FOR THE UNDERTAKING OF
URBAN RENEWAL PROJECTS AND RELATED ACTIVITIES; AND TO APPLY FOR,
ACCEPT, AND UTILIZE GRANTS OF FUNDS FROM THE FEDERAL GOVERNMENT OR
OTHER GOVERNMENTAL ENTITY FOR THOSE PURPOSES;

(2) TO PREPARE PLANS FOR THE RELOCATION OF PERSONS
(INCLUDING FAMILIES, BUSINESS CONCERNS, AND OTHERS) DISPLACED FROM AN
URBAN RENEWAL AREA, AND TO MAKE RELOCATION PAYMENTS TO OR WITH
RESPECT TO THOSE PERSONS FOR MOVING EXPENSES AND LOSSES OF PROPERTY
FOR WHICH REIMBURSEMENT OR COMPENSATION IS NOT OTHERWISE MADE,
INCLUDING THE MAKING OF PAYMENTS FINANCED BY THE FEDERAL
GOVERNMENT;

40 (3) TO APPROPRIATE WHATEVER FUNDS AND MAKE WHATEVER
41 EXPENDITURES AS MAY BE NECESSARY TO CARRY OUT THE PURPOSES OF THIS
42 APPENDIX, INCLUDING, BUT NOT LIMITED:

(I) TO THE PAYMENT OF ANY AND ALL COSTS AND EXPENSES
 INCURRED IN CONNECTION WITH, OR INCIDENTAL TO, THE ACQUISITION OF LAND
 OR PROPERTY, AND FOR THE DEMOLITION, REMOVAL, RELOCATION, RENOVATION,
 OR ALTERATION OF LAND, BUILDINGS, STREETS, HIGHWAYS, ALLEYS, UTILITIES, OR
 SERVICES, AND OTHER STRUCTURES OR IMPROVEMENTS, AND FOR THE
 CONSTRUCTION, RECONSTRUCTION, INSTALLATION, RELOCATION, OR REPAIR OF
 STREETS, HIGHWAYS, ALLEYS, UTILITIES, OR SERVICES, IN CONNECTION WITH
 URBAN RENEWAL PROJECTS;

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(II) TO LEVY TAXES AND ASSESSMENTS FOR THOSE PURPOSES;

(III) TO BORROW MONEY AND TO APPLY FOR AND ACCEPT
 ADVANCES, LOANS, GRANTS, CONTRIBUTIONS, AND ANY OTHER FORM OF
 FINANCIAL ASSISTANCE FROM THE FEDERAL GOVERNMENT, THE STATE, COUNTY,
 OR OTHER PUBLIC BODIES, OR FROM ANY SOURCES, PUBLIC OR PRIVATE, FOR THE
 PURPOSES OF THIS APPENDIX, AND TO GIVE WHATEVER SECURITY AS MAY BE
 REQUIRED FOR THIS FINANCIAL ASSISTANCE; AND

(IV) TO INVEST ANY URBAN RENEWAL FUNDS HELD IN RESERVES
OR SINKING FUNDS OR ANY OF THESE FUNDS NOT REQUIRED FOR IMMEDIATE
DISBURSEMENT IN PROPERTY OR SECURITIES WHICH ARE LEGAL INVESTMENTS
FOR OTHER MUNICIPAL FUNDS;

20 (4) (I) TO HOLD, IMPROVE, CLEAR, OR PREPARE FOR
21 REDEVELOPMENT ANY PROPERTY ACQUIRED IN CONNECTION WITH URBAN
22 RENEWAL PROJECTS;

23 (II) TO MORTGAGE, PLEDGE, HYPOTHECATE, OR OTHERWISE 24 ENCUMBER THAT PROPERTY; AND

(III) TO INSURE OR PROVIDE FOR THE INSURANCE OF THE
PROPERTY OR OPERATIONS OF THE MUNICIPALITY AGAINST ANY RISKS OR
HAZARDS, INCLUDING THE POWER TO PAY PREMIUMS ON ANY SUCH INSURANCE;

(5) TO MAKE AND EXECUTE ALL CONTRACTS AND OTHER
INSTRUMENTS NECESSARY OR CONVENIENT TO THE EXERCISE OF ITS POWERS
UNDER THIS APPENDIX, INCLUDING THE POWER TO ENTER INTO AGREEMENTS
WITH OTHER PUBLIC BODIES OR AGENCIES (THESE AGREEMENTS MAY EXTEND
OVER ANY PERIOD, NOTWITHSTANDING ANY PROVISION OR RULE OF LAW TO THE
CONTRARY), AND TO INCLUDE IN ANY CONTRACT FOR FINANCIAL ASSISTANCE
WITH THE FEDERAL GOVERNMENT FOR OR WITH RESPECT TO AN URBAN RENEWAL
PROJECT AND RELATED ACTIVITIES WHATEVER CONDITIONS IMPOSED PURSUANT
TO FEDERAL LAWS AS THE MUNICIPALITY CONSIDERS REASONABLE AND
APPROPRIATE;

(6) TO ENTER INTO ANY BUILDING OR PROPERTY IN ANY URBAN
RENEWAL AREA IN ORDER TO MAKE INSPECTIONS, SURVEYS, APPRAISALS,
SOUNDINGS, OR TEST BORINGS, AND TO OBTAIN AN ORDER FOR THIS PURPOSE
FROM THE CIRCUIT COURT FOR THE COUNTY IN WHICH THE MUNICIPALITY IS
SITUATED IN THE EVENT ENTRY IS DENIED OR RESISTED;

(7) TO PLAN, REPLAN, INSTALL, CONSTRUCT, RECONSTRUCT, REPAIR,
 CLOSE, OR VACATE STREETS, ROADS, SIDEWALKS, PUBLIC UTILITIES, PARKS,
 PLAYGROUNDS, AND OTHER PUBLIC IMPROVEMENTS IN CONNECTION WITH AN
 URBAN RENEWAL PROJECT; AND TO MAKE EXCEPTIONS FROM BUILDING
 REGULATIONS;

6 (8) TO GENERALLY ORGANIZE, COORDINATE, AND DIRECT THE
7 ADMINISTRATION OF THE PROVISIONS OF THIS APPENDIX AS THEY APPLY TO THE
8 MUNICIPALITY IN ORDER THAT THE OBJECTIVE OF REMEDYING SLUM AND
9 BLIGHTED AREAS AND PREVENTING ITS CAUSES WITHIN THE MUNICIPALITY MAY
10 BE PROMOTED AND ACHIEVED MOST EFFECTIVELY; AND

(9) TO EXERCISE ALL OR ANY PART OR COMBINATION OF THE POWERS
 GRANTED IN THIS APPENDIX.

13 A1-104. ESTABLISHMENT OF URBAN RENEWAL AGENCY.

(A) A MUNICIPALITY MAY ITSELF EXERCISE ALL THE POWERS GRANTED BY
THIS APPENDIX, OR MAY, IF ITS LEGISLATIVE BODY BY ORDINANCE DETERMINES
THE ACTION TO BE IN THE PUBLIC INTEREST, ELECT TO HAVE THE POWERS
EXERCISED BY A SEPARATE PUBLIC BODY OR AGENCY.

(B) IN THE EVENT THE LEGISLATIVE BODY MAKES THAT DETERMINATION, IT
SHALL PROCEED BY ORDINANCE TO ESTABLISH A PUBLIC BODY OR AGENCY TO
UNDERTAKE IN THE MUNICIPALITY THE ACTIVITIES AUTHORIZED BY THIS
APPENDIX.

(C) THE ORDINANCE SHALL INCLUDE PROVISIONS ESTABLISHING THE
NUMBER OF MEMBERS OF THE PUBLIC BODY OR AGENCY, THE MANNER OF THEIR
APPOINTMENT AND REMOVAL, AND THE TERMS OF THE MEMBERS AND THEIR
COMPENSATION.

26 (D) THE ORDINANCE MAY INCLUDE WHATEVER ADDITIONAL PROVISIONS
27 RELATING TO THE ORGANIZATION OF THE PUBLIC BODY OR AGENCY AS MAY BE
28 NECESSARY.

(E) IN THE EVENT THE LEGISLATIVE BODY ENACTS THIS ORDINANCE, ALL OF
THE POWERS BY THIS APPENDIX GRANTED TO THE MUNICIPALITY, FROM THE
EFFECTIVE DATE OF THE ORDINANCE, ARE VESTED IN THE PUBLIC BODY OR
AGENCY ESTABLISHED BY THE ORDINANCE.

33 A1-105. POWERS WITHHELD FROM THE AGENCY.

34 THE AGENCY MAY NOT:

(1) PASS A RESOLUTION TO INITIATE AN URBAN RENEWAL PROJECT
96 PURSUANT TO SECTIONS A1-102 AND A1-103 OF THIS APPENDIX;

37 (2) ISSUE GENERAL OBLIGATION BONDS PURSUANT TO SECTION A1-11138 OF THIS APPENDIX; AND

39 (3) THE POWER TO APPROPRIATE FUNDS AND TO LEVY TAXES AND40 ASSESSMENTS PURSUANT TO SECTION A1-103(3) OF THIS APPENDIX.

1 A1-106. INITIATION OF PROJECT.

2 IN ORDER TO INITIATE AN URBAN RENEWAL PROJECT, THE LEGISLATIVE 3 BODY OF THE MUNICIPALITY SHALL ADOPT A RESOLUTION WHICH:

4 (1) FINDS THAT ONE OR MORE SLUM OR BLIGHTED AREAS EXIST IN 5 THE MUNICIPALITY;

(2) LOCATES AND DEFINES THE SLUM OR BLIGHTED AREA; AND

7 (3) FINDS THAT THE REHABILITATION, REDEVELOPMENT, OR A
8 COMBINATION OF THEM, OF THE AREA OR AREAS, IS NECESSARY AND IN THE
9 INTEREST OF THE PUBLIC HEALTH, SAFETY, MORALS, OR WELFARE OF THE
10 RESIDENTS OF THE MUNICIPALITY.

11 A1-107. PREPARATION AND APPROVAL OF PLAN FOR URBAN RENEWAL PROJECT.

(A) IN ORDER TO CARRY OUT THE PURPOSES OF THIS APPENDIX, THE 12 13 MUNICIPALITY SHALL HAVE PREPARED AN URBAN RENEWAL PLAN FOR SLUM OR 14 BLIGHTED AREAS IN THE MUNICIPALITY, AND SHALL APPROVE THE PLAN 15 FORMALLY. PRIOR TO ITS APPROVAL OF AN URBAN RENEWAL PROJECT, THE 16 MUNICIPALITY SHALL SUBMIT THE PLAN TO THE PLANNING BODY OF THE 17 MUNICIPALITY FOR REVIEW AND RECOMMENDATIONS AS TO ITS CONFORMITY 18 WITH THE MASTER PLAN FOR THE DEVELOPMENT OF THE MUNICIPALITY AS A 19 WHOLE. THE PLANNING BODY SHALL SUBMIT ITS WRITTEN RECOMMENDATION 20 WITH RESPECT TO THE PROPOSED URBAN RENEWAL PLAN TO THE MUNICIPALITY 21 WITHIN 60 DAYS AFTER RECEIPT OF THE PLAN FOR REVIEW. UPON RECEIPT OF THE 22 RECOMMENDATIONS OF THE PLANNING BODY OR, IF NO RECOMMENDATIONS ARE 23 RECEIVED WITHIN THE 60 DAYS, THEN WITHOUT THE RECOMMENDATIONS, THE 24 MUNICIPALITY MAY PROCEED WITH A PUBLIC HEARING ON THE PROPOSED URBAN 25 RENEWAL PROJECT. THE MUNICIPALITY SHALL HOLD A PUBLIC HEARING ON AN 26 URBAN RENEWAL PROJECT AFTER PUBLIC NOTICE OF IT BY PUBLICATION IN A 27 NEWSPAPER HAVING A GENERAL CIRCULATION WITHIN THE CORPORATE LIMITS OF 28 THE MUNICIPALITY. THE NOTICE SHALL DESCRIBE THE TIME, DATE, PLACE, AND 29 PURPOSE OF THE HEARING, SHALL GENERALLY IDENTIFY THE URBAN RENEWAL 30 AREA COVERED BY THE PLAN, AND SHALL OUTLINE THE GENERAL SCOPE OF THE 31 URBAN RENEWAL PROJECT UNDER CONSIDERATION. FOLLOWING THE HEARING, 32 THE MUNICIPALITY MAY APPROVE AN URBAN RENEWAL PROJECT AND THE PLAN 33 THEREFOR IF IT FINDS THAT:

(1) A FEASIBLE METHOD EXISTS FOR THE LOCATION OF ANY FAMILIES
OR NATURAL PERSONS WHO WILL BE DISPLACED FROM THE URBAN RENEWAL
AREA IN DECENT, SAFE, AND SANITARY DWELLING ACCOMMODATIONS WITHIN
THEIR MEANS AND WITHOUT UNDUE HARDSHIP TO THE FAMILIES OR NATURAL
PERSONS;

39 (2) THE URBAN RENEWAL PLAN CONFORMS SUBSTANTIALLY TO THE40 MASTER PLAN OF THE MUNICIPALITY AS A WHOLE; AND

41 (3) THE URBAN RENEWAL PLAN WILL AFFORD MAXIMUM42 OPPORTUNITY, CONSISTENT WITH THE SOUND NEEDS OF THE MUNICIPALITY AS A

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WHOLE, FOR THE REHABILITATION OR REDEVELOPMENT OF THE URBAN RENEWAL
 AREA BY PRIVATE ENTERPRISE.

3 (B) AN URBAN RENEWAL PLAN MAY BE MODIFIED AT ANY TIME. IF
4 MODIFIED AFTER THE LEASE OR SALE OF REAL PROPERTY IN THE URBAN
5 RENEWAL PROJECT AREA, THE MODIFICATION MAY BE CONDITIONED UPON
6 WHATEVER APPROVAL OF THE OWNER, LESSEE, OR SUCCESSOR IN INTEREST AS
7 THE MUNICIPALITY CONSIDERS ADVISABLE. IN ANY EVENT, IT SHALL BE SUBJECT
8 TO WHATEVER RIGHTS AT LAW OR IN EQUITY AS A LESSEE OR PURCHASER, OR HIS
9 SUCCESSOR OR SUCCESSORS IN INTEREST, MAY BE ENTITLED TO ASSERT. WHERE
10 THE PROPOSED MODIFICATION WILL CHANGE SUBSTANTIALLY THE URBAN
11 RENEWAL PLAN AS APPROVED PREVIOUSLY BY THE MUNICIPALITY, THE
12 MODIFICATION SHALL BE APPROVED FORMALLY BY THE MUNICIPALITY, AS IN THE
13 CASE OF AN ORIGINAL PLAN.

14 (C) UPON THE APPROVAL BY THE MUNICIPALITY OF AN URBAN RENEWAL
15 PLAN OR OF ANY MODIFICATION OF IT, THE PLAN OR MODIFICATION SHALL BE
16 CONSIDERED TO BE IN FULL FORCE AND EFFECT FOR THE RESPECTIVE URBAN
17 RENEWAL AREA. THE MUNICIPALITY MAY HAVE THE PLAN OR MODIFICATION
18 CARRIED OUT IN ACCORDANCE WITH ITS TERMS.

19 A1-108. DISPOSAL OF PROPERTY IN URBAN RENEWAL AREA.

20 (A) THE MUNICIPALITY MAY SELL, LEASE, OR OTHERWISE TRANSFER REAL 21 PROPERTY OR ANY INTEREST IN IT ACQUIRED BY IT FOR AN URBAN RENEWAL 22 PROJECT TO ANY PERSON FOR RESIDENTIAL, RECREATIONAL, COMMERCIAL, 23 INDUSTRIAL, EDUCATIONAL, OR OTHER USES OR FOR PUBLIC USE, OR IT MAY 24 RETAIN THE PROPERTY OR INTEREST FOR PUBLIC USE, IN ACCORDANCE WITH THE 25 URBAN RENEWAL PLAN AND SUBJECT TO WHATEVER COVENANTS, CONDITIONS, 26 AND RESTRICTIONS, INCLUDING COVENANTS RUNNING WITH THE LAND, AS IT 27 CONSIDERS NECESSARY OR DESIRABLE TO ASSIST IN PREVENTING THE 28 DEVELOPMENT OR SPREAD OF FUTURE SLUMS OR BLIGHTED AREAS OR TO 29 OTHERWISE CARRY OUT THE PURPOSES OF THIS APPENDIX. THE PURCHASERS OR 30 LESSEES AND THEIR SUCCESSORS AND ASSIGNS SHALL BE OBLIGATED TO DEVOTE 31 THE REAL PROPERTY ONLY TO THE USES SPECIFIED IN THE URBAN RENEWAL PLAN, 32 AND MAY BE OBLIGATED TO COMPLY WITH WHATEVER OTHER REQUIREMENTS 33 THE MUNICIPALITY DETERMINES TO BE IN THE PUBLIC INTEREST, INCLUDING THE 34 OBLIGATION TO BEGIN WITHIN A REASONABLE TIME ANY IMPROVEMENTS ON THE 35 REAL PROPERTY REQUIRED BY THE URBAN RENEWAL PLAN. THE REAL PROPERTY 36 OR INTEREST MAY NOT BE SOLD, LEASED, OTHERWISE TRANSFERRED, OR 37 RETAINED AT LESS THAN ITS FAIR VALUE FOR USES IN ACCORDANCE WITH THE 38 URBAN RENEWAL PLAN. IN DETERMINING THE FAIR VALUE OF REAL PROPERTY 39 FOR USES IN ACCORDANCE WITH THE URBAN RENEWAL PLAN. THE MUNICIPALITY 40 SHALL TAKE INTO ACCOUNT AND GIVE CONSIDERATION TO THE USES PROVIDED IN 41 THE PLAN, THE RESTRICTIONS UPON, AND THE COVENANTS, CONDITIONS, AND 42 OBLIGATIONS ASSUMED BY THE PURCHASER OR LESSEE OR BY THE MUNICIPALITY 43 RETAINING THE PROPERTY, AND THE OBJECTIVES OF THE PLAN FOR THE 44 PREVENTION OF THE RECURRENCE OF SLUM OR BLIGHTED AREAS. IN ANY 45 INSTRUMENT OR CONVEYANCE TO A PRIVATE PURCHASER OR LESSEE, THE 46 MUNICIPALITY MAY PROVIDE THAT THE PURCHASER OR LESSEE MAY NOT SELL,

LEASE, OR OTHERWISE TRANSFER THE REAL PROPERTY WITHOUT THE PRIOR
 WRITTEN CONSENT OF THE MUNICIPALITY UNTIL HE HAS COMPLETED THE
 CONSTRUCTION OF ANY OR ALL IMPROVEMENTS WHICH HE HAS OBLIGATED
 HIMSELF TO CONSTRUCT ON THE PROPERTY. REAL PROPERTY ACQUIRED BY THE
 MUNICIPALITY WHICH, IN ACCORDANCE WITH THE PROVISIONS OF THE URBAN
 RENEWAL PLAN, IS TO BE TRANSFERRED, SHALL BE TRANSFERRED AS RAPIDLY AS
 FEASIBLE IN THE PUBLIC INTEREST CONSISTENT WITH THE CARRYING OUT OF THE
 PROVISIONS OF THE URBAN RENEWAL PLAN. ANY CONTRACT FOR THE TRANSFER
 AND THE URBAN RENEWAL PLAN (OR WHATEVER PART OR PARTS OF THE
 CONTRACT OR PLAN AS THE MUNICIPALITY DETERMINES) MAY BE RECORDED IN
 THE LAND RECORDS OF THE COUNTY IN WHICH THE MUNICIPALITY IS SITUATED IN
 A MANNER SO AS TO AFFORD ACTUAL OR CONSTRUCTIVE NOTICE OF IT.

(B) THE MUNICIPALITY MAY OPERATE TEMPORARILY AND MAINTAIN REAL
PROPERTY ACQUIRED BY IT IN AN URBAN RENEWAL AREA FOR OR IN CONNECTION
WITH AN URBAN RENEWAL PROJECT PENDING THE DISPOSITION OF THE PROPERTY
AS AUTHORIZED IN THIS APPENDIX, WITHOUT REGARD TO THE PROVISIONS OF
SUBSECTION (A), FOR USES AND PURPOSES CONSIDERED DESIRABLE EVEN THOUGH
NOT IN CONFORMITY WITH THE URBAN RENEWAL PLAN.

(C) ANY INSTRUMENT EXECUTED BY THE MUNICIPALITY AND PURPORTING
 TO CONVEY ANY RIGHT, TITLE, OR INTEREST IN ANY PROPERTY UNDER THIS
 APPENDIX SHALL BE PRESUMED CONCLUSIVELY TO HAVE BEEN EXECUTED IN
 COMPLIANCE WITH THE PROVISIONS OF THIS APPENDIX INSOFAR AS TITLE OR
 OTHER INTEREST OF ANY BONA FIDE PURCHASERS, LESSEES, OR TRANSFEREES OF
 THE PROPERTY IS CONCERNED.

25 A1-109. EMINENT DOMAIN.

26 CONDEMNATION OF LAND OR PROPERTY UNDER THE PROVISIONS OF THIS
27 APPENDIX SHALL BE IN ACCORDANCE WITH THE PROCEDURE PROVIDED IN THE
28 REAL PROPERTY ARTICLE OF THE ANNOTATED CODE OF MARYLAND.

29 A1-110. ENCOURAGEMENT OF PRIVATE ENTERPRISE.

THE MUNICIPALITY, TO THE EXTENT IT DETERMINES TO BE FEASIBLE IN
CARRYING OUT THE PROVISIONS OF THIS APPENDIX, SHALL AFFORD MAXIMUM
OPPORTUNITY TO THE REHABILITATION OR REDEVELOPMENT OF ANY URBAN
RENEWAL AREA BY PRIVATE ENTERPRISE CONSISTENT WITH THE SOUND NEEDS OF
THE MUNICIPALITY AS A WHOLE. THE MUNICIPALITY SHALL GIVE CONSIDERATION
TO THIS OBJECTIVE IN EXERCISING ITS POWERS UNDER THIS APPENDIX.

36 A1-111. GENERAL OBLIGATION BONDS.

FOR THE PURPOSE OF FINANCING AND CARRYING OUT OF AN URBAN
RENEWAL PROJECT AND RELATED ACTIVITIES, THE MUNICIPALITY MAY ISSUE AND
SELL ITS GENERAL OBLIGATION BONDS. ANY BONDS ISSUED BY THE MUNICIPALITY
PURSUANT TO THIS SECTION SHALL BE ISSUED IN THE MANNER AND WITHIN THE
LIMITATIONS PRESCRIBED BY APPLICABLE LAW FOR THE ISSUANCE AND
AUTHORIZATION OF GENERAL OBLIGATION BONDS BY THE MUNICIPALITY, AND
ALSO WITHIN LIMITATIONS DETERMINED BY THE MUNICIPALITY.

1 A1-112. REVENUE BONDS.

2 (A) IN ADDITION TO THE AUTHORITY CONFERRED BY SECTION A1-111 OF 3 THIS APPENDIX, THE MUNICIPALITY MAY ISSUE REVENUE BONDS TO FINANCE THE 4 UNDERTAKING OF ANY URBAN RENEWAL PROJECT AND RELATED ACTIVITIES. 5 ALSO, IT MAY ISSUE REFUNDING BONDS FOR THE PAYMENT OR RETIREMENT OF 6 THE BONDS ISSUED PREVIOUSLY BY IT. THE BONDS SHALL BE MADE PAYABLE, AS TO 7 BOTH PRINCIPAL AND INTEREST, SOLELY FROM THE INCOME, PROCEEDS, 8 REVENUES. AND FUNDS OF THE MUNICIPALITY DERIVED FROM OR HELD IN 9 CONNECTION WITH THE UNDERTAKING AND CARRYING OUT OF URBAN RENEWAL 10 PROJECTS UNDER THIS APPENDIX. HOWEVER, PAYMENT OF THE BONDS, BOTH AS TO 11 PRINCIPAL AND INTEREST, MAY BE FURTHER SECURED BY A PLEDGE OF ANY LOAN, 12 GRANT, OR CONTRIBUTION FROM THE FEDERAL GOVERNMENT OR OTHER SOURCE, 13 IN AID OF ANY URBAN RENEWAL PROJECTS OF THE MUNICIPALITY UNDER THIS 14 APPENDIX, AND BY A MORTGAGE OF ANY URBAN RENEWAL PROJECT, OR ANY PART 15 OF A PROJECT, TITLE TO WHICH IS IN THE MUNICIPALITY. IN ADDITION, THE 16 MUNICIPALITY MAY ENTER INTO AN INDENTURE OF TRUST WITH ANY PRIVATE 17 BANKING INSTITUTION OF THIS STATE HAVING TRUST POWERS AND MAY MAKE IN 18 THE INDENTURE OF TRUST COVENANTS AND COMMITMENTS REQUIRED BY ANY 19 PURCHASER FOR THE ADEQUATE SECURITY OF THE BONDS.

(B) BONDS ISSUED UNDER THIS SECTION DO NOT CONSTITUTE AN
INDEBTEDNESS WITHIN THE MEANING OF ANY CONSTITUTIONAL OR STATUTORY
DEBT LIMITATION OR RESTRICTION, ARE NOT SUBJECT TO THE PROVISIONS OF ANY
OTHER LAW OR CHARTER RELATING TO THE AUTHORIZATION, ISSUANCE, OR SALE
OF BONDS, AND ARE EXEMPTED SPECIFICALLY FROM THE RESTRICTIONS
CONTAINED IN SECTIONS 9, 10, AND 11 OF ARTICLE 31 (DEBT - PUBLIC) OF THE
ANNOTATED CODE OF MARYLAND. BONDS ISSUED UNDER THE PROVISIONS OF THIS
APPENDIX ARE DECLARED TO BE ISSUED FOR AN ESSENTIAL PUBLIC AND
GOVERNMENTAL PURPOSE AND, TOGETHER WITH INTEREST ON THEM AND INCOME
FROM THEM, ARE EXEMPT FROM ALL TAXES.

30 (C) BONDS ISSUED UNDER THIS SECTION SHALL BE AUTHORIZED BY
31 RESOLUTION OR ORDINANCE OF THE LEGISLATIVE BODY OF THE MUNICIPALITY.
32 THEY MAY BE ISSUED IN ONE OR MORE SERIES AND:

- 33 (1) SHALL BEAR A DATE OR DATES;
- 34 (2) MATURE AT A TIME OR TIMES;
- 35 (3) BEAR INTEREST AT A RATE OR RATES;
- 36 (4) BE IN A DENOMINATION OR DENOMINATIONS;
- 37 (5) BE IN A FORM EITHER WITH OR WITHOUT COUPON OR REGISTERED;
- 38 (6) CARRY A CONVERSION OR REGISTRATION PRIVILEGE;
- 39 (7) HAVE A RANK OR PRIORITY;
- 40 (8) BE EXECUTED IN A MANNER;

1 (9) BE PAYABLE IN A MEDIUM OR PAYMENT, AT A PLACE OR PLACES, 2 AND BE SUBJECT TO TERMS OF REDEMPTION (WITH OR WITHOUT PREMIUM);

3 (10) BE SECURED IN A MANNER; AND

4 (11) HAVE OTHER CHARACTERISTICS, AS ARE PROVIDED BY THE 5 RESOLUTION, TRUST INDENTURE, OR MORTGAGE ISSUED PURSUANT TO IT.

6 (D) THESE BONDS MAY NOT BE SOLD AT LESS THAN PAR VALUE AT PUBLIC
7 SALES WHICH ARE HELD AFTER NOTICE IS PUBLISHED PRIOR TO THE SALE IN A
8 NEWSPAPER HAVING A GENERAL CIRCULATION IN THE AREA IN WHICH THE
9 MUNICIPALITY IS LOCATED AND IN WHATEVER OTHER MEDIUM OF PUBLICATION
10 AS THE MUNICIPALITY MAY DETERMINE. THE BONDS MAY BE EXCHANGED ALSO
11 FOR OTHER BONDS ON THE BASIS OF PAR. HOWEVER, THE BONDS MAY NOT BE SOLD
12 TO THE FEDERAL GOVERNMENT AT PRIVATE SALE AT LESS THAN PAR, AND, IN THE
13 EVENT LESS THAN ALL OF THE AUTHORIZED PRINCIPAL AMOUNT OF THE BONDS IS
14 SOLD TO THE FEDERAL GOVERNMENT, THE BALANCE MAY NOT BE SOLD AT
15 PRIVATE SALE AT LESS THAN PAR AT AN INTEREST COST TO THE MUNICIPALITY
16 WHICH DOES NOT EXCEED THE INTEREST COST TO THE MUNICIPALITY OF THE
17 PORTION OF THE BONDS SOLD TO THE FEDERAL GOVERNMENT.

(E) IN CASE ANY OF THE PUBLIC OFFICIALS OF THE MUNICIPALITY WHOSE
SIGNATURES APPEAR ON ANY BONDS OR COUPONS ISSUED UNDER THIS APPENDIX
CEASE TO BE OFFICIALS OF THE MUNICIPALITY BEFORE THE DELIVERY OF THE
BONDS OR, IN THE EVENT ANY OF THE OFFICIALS HAVE BECOME SUCH AFTER THE
DATE OF ISSUE OF THEM, THE BONDS ARE VALID AND BINDING OBLIGATIONS OF
THE MUNICIPALITY IN ACCORDANCE WITH THEIR TERMS. ANY PROVISION OF ANY
LAW TO THE CONTRARY NOTWITHSTANDING, ANY BONDS ISSUED PURSUANT TO
THIS APPENDIX ARE FULLY NEGOTIABLE.

(F) IN ANY SUIT, ACTION, OR PROCEEDING INVOLVING THE VALIDITY OR
ENFORCEABILITY OF ANY BOND ISSUED UNDER THIS APPENDIX, OR THE SECURITY
FOR IT, ANY BOND WHICH RECITES IN SUBSTANCE THAT IT HAS BEEN ISSUED BY
THE MUNICIPALITY IN CONNECTION WITH AN URBAN RENEWAL PROJECT SHALL BE
CONSIDERED CONCLUSIVELY TO HAVE BEEN ISSUED FOR THAT PURPOSE, AND THE
PROJECT SHALL BE CONSIDERED CONCLUSIVELY TO HAVE BEEN PLANNED,
LOCATED, AND CARRIED OUT IN ACCORDANCE WITH THE PROVISIONS OF THIS
APPENDIX.

(G) ALL BANKS, TRUST COMPANIES, BANKERS, SAVINGS BANKS, AND
INSTITUTIONS, BUILDING AND LOAN ASSOCIATIONS, SAVINGS AND LOAN
ASSOCIATIONS, INVESTMENT COMPANIES, AND OTHER PERSONS CARRYING ON A
BANKING OR INVESTMENT BUSINESS; ALL INSURANCE COMPANIES, INSURANCE
ASSOCIATIONS, AND OTHER PERSONS CARRYING ON AN INSURANCE BUSINESS; AND
ALL EXECUTORS, ADMINISTRATORS, CURATORS, TRUSTEES, AND OTHER
FIDUCIARIES, MAY LEGALLY INVEST ANY SINKING FUNDS, MONEYS, OR OTHER
FUNDS BELONGING TO THEM OR WITHIN THEIR CONTROL IN ANY BONDS OR OTHER
OBLIGATIONS ISSUED BY THE MUNICIPALITY PURSUANT TO THIS APPENDIX.
HOWEVER, THE BONDS AND OTHER OBLIGATIONS SHALL BE SECURED BY AN
AGREEMENT BETWEEN THE ISSUER AND THE FEDERAL GOVERNMENT IN WHICH
THE ISSUER AGREES TO BORROW FROM THE FEDERAL GOVERNMENT AND THE

FEDERAL GOVERNMENT AGREES TO LEND TO THE ISSUER, PRIOR TO THE
 MATURITY OF THE BONDS OR OTHER OBLIGATIONS, MONEYS IN AN AMOUNT
 WHICH (TOGETHER WITH ANY OTHER MONEYS COMMITTED IRREVOCABLY TO THE
 PAYMENT OF PRINCIPAL AND INTEREST ON THE BONDS OR OTHER OBLIGATIONS)
 WILL SUFFICE TO PAY THE PRINCIPAL OF THE BONDS OR OTHER OBLIGATIONS WITH
 INTEREST TO MATURITY ON THEM. THE MONEYS UNDER THE TERMS OF THE
 AGREEMENT SHALL BE REQUIRED TO BE USED FOR THE PURPOSE OF PAYING THE
 PRINCIPAL OF AND THE INTEREST ON THE BONDS OR OTHER OBLIGATIONS AT
 THEIR MATURITY. THE BONDS AND OTHER OBLIGATIONS SHALL BE AUTHORIZED
 SECURITY FOR ALL PUBLIC DEPOSITS. THIS SECTION AUTHORIZES ANY PERSONS OR
 PUBLIC OR PRIVATE POLITICAL SUBDIVISIONS AND OFFICERS TO USE ANY FUNDS
 OWNED OR CONTROLLED BY THEM FOR THE PURCHASE OF ANY BONDS OR OTHER
 OBLIGATIONS. WITH REGARD TO LEGAL INVESTMENTS, THIS SECTION MAY NOT BE
 CONSTRUED TO RELIEVE ANY PERSON OF ANY DUTY OF EXERCISING REASONABLE
 CARE IN SELECTING SECURITIES.

16 A1-113. SHORT TITLE.

17 THIS ACT SHALL BE KNOWN AND MAY BE CITED AS THE BETTERTON URBAN18 RENEWAL AUTHORITY FOR SLUM CLEARANCE ACT.

19 A1-114. AUTHORITY TO AMEND OR REPEAL.

THIS APPENDIX, ENACTED PURSUANT TO ARTICLE III, SECTION 61 OF THE
CONSTITUTION OF MARYLAND, MAY BE AMENDED OR REPEALED ONLY BY THE
GENERAL ASSEMBLY OF MARYLAND.

23 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 24 October 1, 1996.