# By: **St. Mary's County Delegation** Introduced and read first time: March 6, 2006 Assigned to: Rules and Executive Nominations

### A BILL ENTITLED

#### 1 AN ACT concerning

2

# St. Mary's County Metropolitan Commission - Fee Restructuring

3 FOR the purpose of altering the method of computing certain charges imposed by the 4 St. Mary's County Metropolitan Commission; requiring the Commission to 5 impose certain capital contribution charges for each new equivalent dwelling unit connected to the water and sewerage system; repealing authority for the 6 Commission to apply certain revenue from the connection fees above actual cost 7 8 for certain maintenance and operation expenses or for paying the principal and 9 interest of certain bonds; requiring that certain capital contribution charges be used for paying certain capital costs and certain debt incurred for certain 10 construction costs; requiring that the capital contribution charge be assessed in 11 a certain manner as a uniform charge for all sanitary districts; authorizing the 12 13 Commission to revise the capital contribution charge annually; providing for the 14 due date and collection procedures for the connection fee and capital 15 contribution charge; altering the criteria to be used for imposing certain service 16 rates; repealing certain provisions of law relating to benefit charges used for payment of costs for certain water and sewerage systems; requiring the 17 18 Commission to impose and collect a system improvement charge, to be used for 19 certain purposes, on every equivalent dwelling unit allocated by the St. Mary's 20 County Office of Land Use and Growth Management: requiring the system 21 improvement charges to be assessed and payable monthly and applied to every 22 equivalent dwelling unit equally; requiring the system improvement charges to 23 be placed in a certain account; requiring the Commission to classify property and impose the system improvement charge in a certain manner; providing for 24 25 the procedure for the imposition of the system improvement charge and for correcting any errors in imposing the system improvement charge; providing for 26 27 certain exemptions to the system improvement charge; requiring that the rate of 28 the system improvement charge be based on a certain capital improvement plan 29 of the Commission in a certain manner; authorizing the Commission to establish 30 certain financial criteria to determine the eligibility of certain homeowners for a 31 deferral of the system improvement charge; providing for procedures relating to 32 the deferral of the system improvement charge; providing that the Commission 33 may only implement a deferral process through adoption of a resolution in 34 accordance with certain notice and hearing requirements; authorizing, under 35 certain circumstances, the connection with a water main or sewer of certain

- 1 property that does not abut a water main or sewer; authorizing the Commission
- 2 to classify certain property as property in a remote area and to construct certain
- 3 water or sewer lines and impose a certain system improvement charge;
- 4 authorizing certain system improvement charges to be imposed for certain
- 5 improvements based on use or zoning category of the property; providing for the
- 6 due date and collection procedures for system improvement charges; providing
- 7 for the method of calculating certain taxes; providing for the payment of the
- 8 system improvement charge when property is acquired by certain public
- 9 entities; defining certain terms; and generally relating to the imposition of
- 10 certain connection fees, capital construction charges, and system improvement
- 11 charges imposed by the St. Mary's County Metropolitan Commission.

# 12 BY repealing

- 13 The Public Local Laws of St. Mary's County
- 14 Section 113-9
- 15 Article 19 Public Local Laws of Maryland
- 16 (2002 Edition, as amended)

17 BY repealing and reenacting, with amendments,

- 18 The Public Local Laws of St. Mary's County
- 19 Section 113-12 and 113-14
- 20 Article 19 Public Local Laws of Maryland
- 21 (2002 Edition, as amended)

# 22 BY adding to

- 23 The Public Local Laws of St. Mary's County
- 24 Section 113-29
- 25 Article 19 Public Local Laws of Maryland
- 26 (2002 Edition, as amended)

# 27 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF

28 MARYLAND, That Section(s) 113-9 of Article 19 - St. Mary's County of the Code of

29 Public Local Laws of Maryland be repealed.

30 SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland 31 read as follows:

32

# Article 19 - St. Mary's County

33 113-12.

34A.(1)IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS35INDICATED.

36 (2) "CAPITAL CONTRIBUTION CHARGE" IS AN AMOUNT BASED ON
37 CAPITAL COSTS THAT IS IMPOSED AND COLLECTED ON A NEW EDU CONNECTION TO
38 A WATER SUPPLY OR SEWERAGE SYSTEM UNDER THIS CHAPTER.

1 (3) "CONNECTION CHARGE" MEANS A CAPITAL CONTRIBUTION CHARGE 2 OR CONNECTION FEE.

3 (4) "CONNECTION FEE" MEANS AN AMOUNT BASED ON THE COST OF
4 CONNECTION THAT IS IMPOSED ON A NEW CONNECTION TO A WATER SUPPLY OR
5 SEWERAGE SYSTEM UNDER THIS CHAPTER.

# 6 (5) "EDU" MEANS AN EQUIVALENT DWELLING UNIT.

7 [A.] B. (1) For every NEW water [and] OR sewer connection made under 8 this chapter, the Commission shall [make] IMPOSE AND COLLECT a reasonable 9 [charge] CONNECTION FEE, that is not less than the actual cost of connection. The 10 [charge] CONNECTION FEE shall be uniform throughout a designated service area for 11 connections of those sizes and classes for which average costs reasonably may be 12 ascertainable[, and, for].

13 (2) FOR all other connections, THE CONNECTION FEE SHALL BE AN
14 AMOUNT not less than the actual cost of the connection.

15(3)The Commission may revise [these charges] THE CONNECTION FEE16 annually.

17 (4) Connection [charges] FEES collected by the Commission shall be

18 applied to paying the actual cost of the connections. [The Commission may apply any

19 revenue from this source, above actual cost, for repairs, replacements or any

20 extraordinary expense in the maintenance and operation of the water supply and

21 sewerage systems under its control and for paying the principal of and interest on the

22 bonds issued by the Commission for the water supply or sewerage systems to be 23 constructed, purchased, upgraded, improved, or established under this chapter.

24 Connection charges]

25 (5) THE CONNECTION FEE shall be due and payable to the Commission 26 at the time the property owner makes an application, OR IS OTHERWISE REQUIRED, to 27 connect to a water main or sewer.

28 (6) If the property owner fails to make the connection by the time

29 required by the Commission as set forth in § 113-10 of this chapter, the [charge]

30 CONNECTION FEE shall become due and payable on the connection deadline date,

31 shall be assessed immediately, and shall be subject to the [same] rules of collection as

32 [prescribed by §113-9L of this chapter] PROVIDED IN SUBSECTION D OF THIS33 SECTION.

34 C. (1) IN ADDITION TO THE CONNECTION FEE, THE COMMISSION SHALL
35 IMPOSE AND COLLECT FOR EACH NEW EDU CONNECTED TO A WATER SUPPLY OR
36 SEWERAGE SYSTEM UNDER THIS CHAPTER A CAPITAL CONTRIBUTION CHARGE.

37 (2) THE CAPITAL CONTRIBUTION CHARGES COLLECTED SHALL BE USED
 38 BY THE COMMISSION TO PAY:

THE CAPITAL COSTS OF CONSTRUCTING NEW WATER OR 1 (A) 2 SEWER COLLECTION SYSTEMS. TO THE EXTENT THAT THE PROJECTS ARE 3 IDENTIFIED IN THE COMMISSION'S SIX-YEAR CAPITAL IMPROVEMENT PLAN; THE CAPITAL COSTS OF CENTRAL TREATMENT FACILITY 4 **(B)** 5 CAPACITY EXPANSION, AS THE PROJECTS ARE IDENTIFIED IN THE COMMISSION'S 6 SIX-YEAR CAPITAL IMPROVEMENT PLAN; EXISTING DEBT, AS OF OCTOBER 1, 2006, INCURRED TO FUND 7 (C) 8 THE COSTS OF CENTRAL TREATMENT FACILITY CAPACITY EXPANSIONS, BUT 9 LIMITED TO THAT PORTION OF EXISTING DEBT CORRESPONDING TO ANY 10 UNALLOCATED CAPACITY AS MAY EXIST ON OCTOBER 1, 2006; AND 11 (D) EXISTING DEBT, AS OF OCTOBER 1, 2006, INCURRED TO FUND 12 THE COSTS OF CONSTRUCTING WATER OR SEWER COLLECTION SYSTEMS, BUT 13 LIMITED TO THAT PORTION OF EXISTING DEBT CORRESPONDING TO ANY 14 UNALLOCATED CAPACITY AS MAY EXIST ON OCTOBER 1, 2006. THE CAPITAL CONTRIBUTION CHARGE SHALL BE ASSESSED ON 15 (3) (A) 16 A PER EDU BASIS AND SHALL BE A UNIFORM CHARGE ASSESSED EQUALLY TO ALL 17 SANITARY DISTRICTS. THE COMMISSION MAY REVISE THE CAPITAL CONTRIBUTION 18 **(B)** 19 CHARGE ANNUALLY. 20 THE CAPITAL CONTRIBUTION CHARGE SHALL BE DUE AND (C) 21 PAYABLE TO THE COMMISSION AT THE TIME A PROPERTY OWNER MAKES AN 22 APPLICATION OR IS OTHERWISE REQUIRED TO CONNECT TO A WATER MAIN OR 23 SEWER. 24 (D) IF THE PROPERTY OWNER FAILS TO MAKE THE CONNECTION 25 BY THE TIME REQUIRED BY THE COMMISSION AS SET FORTH IN § 113-10 OF THIS 26 CHAPTER, THE CAPITAL CONTRIBUTION CHARGE SHALL BECOME DUE AND PAYABLE 27 ON THE CONNECTION DEADLINE DATE, SHALL BE ASSESSED IMMEDIATELY, AND 28 SHALL BE SUBJECT TO THE SAME RULES OF COLLECTION PROVIDED IN SUBSECTION 29 D OF THIS SECTION. 30 D. (1)THE CONNECTION CHARGES SET FORTH IN SUBSECTIONS B AND C 31 OF THIS SECTION SHALL BE PAYABLE AT THE OFFICE OF THE COMMISSION AT A 32 TIME DETERMINED BY THE COMMISSION. IF ANY CONNECTION CHARGES REMAIN UNPAID FOR A PERIOD OF 33 (2)34 THIRTY (30) DAYS FROM THE DUE DATE OF PAYMENT, A LATE CHARGE AT A RATE NOT 35 TO EXCEED ONE AND FIVE-TENTHS (1 5/10) PERCENT PER MONTH MAY BE MADE BY

36 THE COMMISSION UNTIL ALL DELINQUENT CHARGES ARE PAID.

37 (3) THE LATE CHARGE SHALL BE IN ADDITION TO ALL OTHER CHARGES.

38 (4) THE ENTIRE UNPAID CONNECTION CHARGE SHALL BE OVERDUE
 39 AND IN DEFAULT AFTER THIRTY (30) DAYS FROM THE DUE DATE OF PAYMENT OF ALL

OR ANY PART OF THE CONNECTION CHARGE AS REQUIRED BY THE COMMISSION, AT
 WHICH TIME THE COMMISSION MAY PROCEED TO ENFORCE PAYMENT.

3 (5) THE CONNECTION CHARGE SHALL BE A FIRST LIEN ON THE
4 PROPERTY AGAINST WHICH IT IS ASSESSED UNTIL PAID, ANY STATUTE OF
5 LIMITATIONS TO THE CONTRARY NOTWITHSTANDING, SUBJECT ONLY TO PRIOR
6 STATE AND COUNTY TAXES.

7 (6) THE CONNECTION CHARGE FOR ALL PURPOSES OF COLLECTION
8 SHALL BE TREATED AS COUNTY TAXES AND BE ADVERTISED IN THE SAME MANNER
9 AS AND WITH COUNTY TAXES, AND ALL PROPERTY SUBJECT TO THE CONNECTION
10 CHARGES SHALL BE SOLD FOR THE CONNECTION CHARGES AT THE SAME TIME AND
11 IN THE SAME MANNER AS THE PROPERTIES ARE SOLD FOR COUNTY TAXES, AND ALL
12 OF THE LAW RELATING TO THE COLLECTION OF COUNTY TAXES, SO FAR AS IT IS
13 APPLICABLE, SHALL RELATE TO THE COLLECTION OF THE CONNECTION CHARGES.

14 (7) PROPERTY REDEEMED FROM A COUNTY TAX SALE AND PROPERTY
15 SOLD BY THE COUNTY COMMISSIONERS AFTER A FINAL TAX SALE MAY NOT BE
16 REDEEMED OR SOLD EXCEPT ON THE PAYMENT OF THE CONNECTION CHARGES DUE
17 ON IT.

18 (8) FOR THE PURPOSE OF GIVING NOTICE TO THE GENERAL PUBLIC OF
19 EXISTING LIENS AND CHARGES AGAINST ANY PROPERTY WITHIN ANY SANITARY
20 DISTRICT ABUTTING ON ANY WATER OR SEWER MAIN, THE COMMISSION SHALL KEEP
21 A PUBLIC RECORD OF ALL NAMES OF OWNERS OF PROPERTY, LOCATIONS OF THE
22 PROPERTY, LOT NUMBERS WHEN OF RECORD AND THE AMOUNT OF THE
23 CONNECTION CHARGES OR WHATEVER OTHER CHARGES THAT MAY BECOME LIENS .

(9) THE RECORDS SHALL BE KEPT IN THE COUNTY SEAT OF
GOVERNMENT AND AMONG THE LAND RECORDS OF ST. MARY'S COUNTY, AND THE
CLERK OF THE CIRCUIT COURT FOR THE COUNTY SHALL FURNISH SPACE
NECESSARY TO KEEP AND PRESERVE THE RECORDS, THAT, WHEN RECORDED IN THE
PUBLIC RECORD, ARE LEGAL NOTICE OF ALL EXISTING LIENS WITHIN ANY SANITARY
DISTRICT.

(10) IF ANY LIENS, CONNECTION CHARGES, OR OTHER CHARGES REMAIN
UNPAID FOR THIRTY (30) DAYS AFTER BECOMING OVERDUE, THEY MAY BE
COLLECTED BY AN ACTION TO ENFORCE THE LIENS, AND ANY JUDGMENT OR
DECREE OBTAINED, WHERE THE DEFENDANTS HAVE BEEN SERVED BY SUBPOENA
OR IN ANY OTHER MANNER PROVIDED BY LAW, SHALL HAVE THE FORCE AND EFFECT
OF A JUDGMENT IN PERSONAM.

(11) THE COMMISSION MAY FILE AN ACTION TO ENFORCE THE LIENS
AGAINST THE OWNER OF RECORD AT THE TIME THE LEVY WAS MADE, OR THE
OWNER OF RECORD AT THE TIME THE SUIT IS FILED, OR ANY OWNER OF RECORD
BETWEEN THESE DATES.

40(12)PUBLICATION IS NOTICE TO ALL PERSONS HAVING ANY INTEREST IN41 THE PROPERTY.

1[B.]E.(1)For property owners who elect to defer connection under §2113-10B of this chapter, the connection [charge] CHARGES DESCRIBED IN THIS3SECTION shall include an additional cost reflecting the delay in connection.

4 (2) The [connection cost is] CONNECTION FEE AND THE CAPITAL
5 CONTRIBUTION CHARGE ARE due when the property owner applies, OR IS
6 OTHERWISE REQUIRED, to connect to a water main or sewer.

# 7 (3) FOR NEW DEVELOPMENT, THE APPLICABLE CHARGES WILL BECOME 8 DUE AT THE TIME THE PUBLIC WORKS AGREEMENT BECOMES EXECUTED.

# 9 113-14.

10 A. For the purpose of providing funds for maintaining, [repairing] 11 REPAIRING, and operating its water supply and sewerage systems, for line extensions 12 of them, for its administrative and other expenses[, including proper depreciation 13 allowances, if any, and for interest on and the retirement of bonds as specified in this 14 chapter], the Commission may make service rates, as it deems necessary, on water 15 lines and sewers chargeable against all properties having a connection with any 16 water pipe or sewer pipe under its supervision or ownership. The rate for both water 17 and sewer service shall be uniform throughout a sanitary district, subject to changes 18 that the Commission considers necessary. Beginning on July 1, 1993, the rate for both water and sewer service shall be uniform throughout all sanitary districts, subject to 19 changes that the Commission considers necessary. However, where the Commission 20 21 provides service to property in an area in which it is economically not feasible to 22 provide service at the uniform rate because of the distance of the area from the 23 principal facilities of the Commission, the Commission may classify the property as a 24 remote area and may impose an additional service charge to meet the additional cost 25 of providing service to the property. The Commission may collect a reasonable deposit 26 in advance of furnishing water or sewerage service. The Commission shall begin the 27 assessment of water and sewer service rates either at the time of the connection of all 28 spigots or hydrants, toilets, and waste drains to a water main or sewer or on the 29 expiration of the deadline for connection as required by the Commission in accordance 30 with § 113-10 of this Article, whichever occurs first.

31 B. The sewer service rates shall be reasonable and shall be charged to all 32 properties being served in a given sanitary district.

C. The water service charge shall consist of a minimum or ready-to-serve charge, which shall be based upon the size of the meter on the water connection leading to the property, and of a charge for water used, which shall be based upon the amount of water passing through the meter in excess of any water included in the minimum or ready-to-serve charge during the period between the last two (2) readings. The meter shall be placed on water connections as determined by and at the sole expense of the Commission. If the Commission at any time determines not to have meters installed in all the properties in a given sanitary district that are connected to the system, then a reasonable flat rate, as determined by the Commission, shall be charged to all properties in which meters have not been

43 installed. This rate shall be uniform within a sanitary district.

D. Bills for the amount of the charges shall be sent monthly, quarterly or semiannually, as the Commission determines, to the owner of each property served and are then payable at the office of the Commission. If any bill remains unpaid after thirty (30) days from the due date or dates specified in it, the bill is overdue and the Commission may begin collection proceedings. At the request of the owner, bills for eservices may be sent, at the discretion of the Commission, to persons or entities other than the owner, provided that the owner states in his request that any bill so mailed will be considered as notice to him as if it were mailed to the owner in accordance with above.

10 E. When a bill is overdue and after written notice is left upon the premises or 11 mailed to the last known address of the owner, the Commission shall turn off the 12 water or sewer, if possible, from the property in question. The water or sewer service 13 may not be resumed until the bill or bills, and a charge as determined by the

14 Commission to cover costs incurred to turn off and to turn on the water or sewer

15 service, have been paid.

F. If any charges remain unpaid for a period of thirty (30) days after the due
date for payment, a late charge at a rate not to exceed one and five-tenths (1 5/10)
percent per month may be made by the Commission until all delinquent charges are
paid, the late charge to be in addition to all other charges.

G. If any bill shall remain unpaid for thirty (30) days after the due date, it shall be collectible from the owner of the property served in the same manner as other debts are collectible in the county. The service charges and all penalties and late charges shall be a first lien against the property, and the same procedures as set forth

24 in [Subsection 164(L)9] § 113-12D OF THIS CHAPTER, shall be followed by the

25 Commission in collecting those debts.

26 113-29.

27 A. (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS28 INDICATED.

29 (2) "DWELLING" MEANS A PRINCIPAL RESIDENCE OF A HOMEOWNER30 AND INCLUDES THE LOT ON WHICH THE HOUSE IS SITUATED.

31 (3) "EDU" MEANS AN EQUIVALENT DWELLING UNIT.

32 (4) "HOMEOWNER" MEANS A PERSON WHO:

33 (A) RESIDES IN A DWELLING; AND

34 (B) HAS AN OWNERSHIP INTEREST IN THE DWELLING, INCLUDING
35 A LIFE ESTATE, JOINT TENANCY, TENANCY IN COMMON, TENANCY BY THE ENTIRETY,
36 OR FEE SIMPLE INTEREST.

37 (5) "PRINCIPAL RESIDENCE" MEANS A HOUSE THAT IS:

(A) OCCUPIED BY A HOMEOWNER FOR MORE THAN SIX (6) MONTHS
 OF A CONSECUTIVE 12-MONTH PERIOD THAT INCLUDES THE DATE OF APPLICATION
 FOR A DEFERRAL OF A BENEFIT ASSESSMENT CHARGE; OR

4 (B) OCCUPIED BY A HOMEOWNER FOR LESS THAN THE TIME
5 PERIOD SPECIFIED IN SUBPARAGRAPH (A) OF THIS PARAGRAPH DUE TO ILLNESS OR
6 THE NEED OF SPECIAL CARE, IF THE HOMEOWNER IS QUALIFIED OTHERWISE UNDER
7 THE PROVISIONS OF THIS SUBSECTION.

8 B. (1) FOR EVERY PROPERTY, WHETHER IMPROVED OR UNIMPROVED,
9 BINDING ON A STREET, ROAD, LANE, ALLEY, RIGHT-OF-WAY OR EASEMENT IN
10 WHICH A COMMISSION WATER DISTRIBUTION SYSTEM OR SEWERAGE SYSTEM HAS
11 BEEN BUILT, THE COMMISSION SHALL IMPOSE AND COLLECT, FOR EVERY EDU
12 ALLOCATED BY THE ST. MARY'S COUNTY OFFICE OF LAND USE AND GROWTH
13 MANAGEMENT, A PER EDU SYSTEM IMPROVEMENT CHARGE.

14 (2) SYSTEM IMPROVEMENT CHARGES SHALL BE ASSESSED AND
15 PAYABLE ON A MONTHLY BASIS. SYSTEM IMPROVEMENT CHARGES SHALL BE
16 UNIFORM AND SHALL APPLY TO EVERY EDU EQUALLY.

17 (3) SYSTEM IMPROVEMENT CHARGES SHALL BE USED BY THE 18 COMMISSION TO PAY THE COSTS ASSOCIATED WITH:

(A) THE CAPITAL COSTS OF CENTRAL TREATMENT FACILITY
 PERFORMANCE UPGRADES, AS SUCH PROJECTS ARE IDENTIFIED IN THE
 COMMISSION'S SIX-YEAR CAPITAL IMPROVEMENT PLAN;

(B) THE CAPITAL COSTS OF THE REPAIR AND REPLACEMENT OF
EXISTING WATER AND/OR SEWER COLLECTION SYSTEMS, AS SUCH PROJECTS ARE
IDENTIFIED IN THE COMMISSION'S SIX-YEAR CAPITAL IMPROVEMENT PLAN; AND

(3) THAT PORTION OF EXISTING DEBT, AS OF OCTOBER 1, 2006, WHICH
WAS INCURRED TO FUND THE COSTS OF REPAIR, REPLACEMENT AND, WHERE
APPROPRIATE, CONSTRUCTION OF EXISTING WATER OR SEWER COLLECTION
SYSTEMS AND DEBT INCURRED TO FUND THE COSTS OF CENTRAL TREATMENT
FACILITY CAPACITY ALLOCATED TO EXISTING SYSTEM USERS AS OF OCTOBER 1, 2006.

C. (1) WHEN COLLECTED, THE SYSTEM IMPROVEMENT CHARGES SHALL BE
PLACED BY THE COMMISSION INTO AN INTEREST-BEARING ACCOUNT CONTAINING
ALL OF THE SYSTEM IMPROVEMENT CHARGES COLLECTED, NOTWITHSTANDING THE
SANITARY DISTRICT FROM WHICH THE CHARGES WERE COLLECTED.

(2) THE SYSTEM IMPROVEMENT CHARGES, TOGETHER WITH ANY
INTEREST ACCRUED ON THE CHARGES, SHALL REMAIN IN THE GENERAL ACCOUNT,
TO BE ACCESSED AND USED BY THE COMMISSION, ON AN AS-NEEDED BASIS, TO
FUND THE COSTS OF EXTENSIVE SYSTEM REPAIR AND REPLACEMENT AND CENTRAL
FACILITY UPGRADE, AS DESCRIBED IN SUBSECTION B OF THIS SECTION, WITHOUT
REGARD TO THE SANITARY DISTRICT WITHIN WHICH A SYSTEM REPAIR OR
REPLACEMENT MAY BE NECESSITATED.

1D.(1)THE COMMISSION, FOR THE PURPOSE OF DETERMINING THE2APPROPRIATE SYSTEM IMPROVEMENT CHARGE FOR A GIVEN PROPERTY SHALL3CLASSIFY EACH PROPERTY INTO ONE OF THE FOLLOWING SEVEN (7) CLASSES:

4 (A) AGRICULTURAL;

5 (B) SMALL ACREAGE;

6 (C) INDUSTRIAL OR BUSINESS;

7 (D) SUBDIVISION RESIDENTIAL;

8 (E) MULTI-UNIT RESIDENTIAL;

9 (F) MULTI-UNIT BUSINESS; OR

10 (G) INSTITUTIONAL.

11 (2) THE COMMISSION MAY SUBDIVIDE EACH OF THE CLASSES IN ANY 12 MANNER IT DEEMS TO BE IN THE PUBLIC INTEREST.

(3) IMMEDIATELY ON THE ALLOCATION OF AN EDU FOR WATER OR
 SEWER SERVICE, THE COMMISSION SHALL INITIATE COLLECTION OF THE SYSTEM
 IMPROVEMENT CHARGE IN ACCORDANCE WITH THE PROPERTY CLASSIFICATION.

16 (4) THE COMMISSION SHALL, IN WRITING, NOTIFY ALL OWNERS OF THE
17 PROPERTIES INTO WHICH CLASS THEIR RESPECTIVE PROPERTIES FALL AND THE
18 AMOUNT OF THE SYSTEM IMPROVEMENT CHARGE IMPOSED ON THE PROPERTY.

19(5)THE COMMISSION SHALL NAME ALSO IN THE NOTICE A TIME AND20PLACE WHERE AND AT WHICH TIME THE OWNERS WILL BE HEARD.

(6) THE NOTICE MAY BE MAILED TO THE LAST KNOWN ADDRESS OF THE
 OWNER, OR SERVED IN PERSON ON ANY ADULT OCCUPYING THE PREMISES, OR, IN
 THE CASE OF VACANT OR UNIMPROVED PROPERTY, POSTED ON THE PREMISES.

(7) THE CLASSIFICATION OF ANY PROPERTY MADE BY THE COMMISSION
25 IS FINAL, SUBJECT ONLY TO REVISION AT THE HEARING.

26(8)THE COMMISSION MAY CHANGE THE CLASSIFICATION OF27PROPERTIES AS THE PROPERTIES CHANGE IN THE USES TO WHICH THEY ARE PUT.

(9) THE SYSTEM IMPROVEMENT CHARGE SHALL BE IMPOSED FOR BOTH
WATER SUPPLY AND SEWERAGE FACILITIES, WHETHER CONSTRUCTED, PURCHASED,
ESTABLISHED OR OTHERWISE ACQUIRED, AND SHALL BE ASSESSED AS A UNIFORM
PER EDU CHARGE FOR EACH CLASS OF PROPERTY.

32 E. (1) WHENEVER, THROUGH ERROR, INADVERTENCE OR OVERSIGHT OR
33 BY REASON OF ANY JUDGMENT OR DECREE, ANY PROPERTY SUBJECT TO A SYSTEM
34 IMPROVEMENT CHARGE UNDER THIS CHAPTER HAS NOT HAD THE SYSTEM
35 IMPROVEMENT CHARGE LEVIED AGAINST IT, OR WHERE IT HAS BEEN LEVIED BY AN

ERRONEOUS DESCRIPTION OR IN THE WRONG NAME, OR WHERE SERVICE ON THE
 OWNER HAS NOT BEEN HAD, OR WHERE IT HAS BEEN SET ASIDE BY A JUDGMENT OR
 DECREE, THE COMMISSION, ON THE DISCOVERY OF THE ERROR, INADVERTENCE OR
 OVERSIGHT OR WITHIN A REASONABLE TIME AFTER THE RENDITION OF THE
 JUDGMENT OR DECREE, MAY LEVY THE SYSTEM IMPROVEMENT CHARGE AT THE
 UNIFORM RATE AND IN THE APPLICABLE PROPERTY CLASSIFICATION.

7 (2) THIS SUBSECTION APPLIES TO ALL ERRORS, OMISSIONS OR
8 MISTAKES MADE PREVIOUSLY BY THE COMMISSION OR TO ANY JUDGMENT OR
9 DECREE RENDERED PREVIOUSLY.

10 (3) APPROPRIATE ADJUSTMENTS FOR ANY PAYMENTS SHALL BE MADE 11 IN RESPECT TO THAT PROPERTY.

F. (1) WHEREVER THERE ARE A NUMBER OF CONTIGUOUS LOTS IN THE
SAME BLOCK IN ONE (1) OWNERSHIP APPURTENANT TO A SINGLE RESIDENCE, THE
COMMISSION SHALL IMPOSE THE SYSTEM IMPROVEMENT CHARGE BASED ON THAT
NUMBER OF EDUS ASSIGNED TO EACH PROPERTY IN ACCORDANCE WITH ALL
APPLICABLE ZONING AND LAND USE REGULATIONS.

(2) (A) LAND CLASSIFIED AS AGRICULTURAL BY THE COMMISSION,
 WHEN IN ACTUAL USE FOR FARMING OR TRUCKING PURPOSES, MAY NOT BE
 SUBJECT TO THE SYSTEM IMPROVEMENT CHARGE WHEN THE AGRICULTURAL LAND
 HAS CONSTRUCTED THROUGH IT OR IN FRONT OF IT A SEWER OR WATER MAIN,
 UNTIL THE TIME A WATER OR SEWER CONNECTION IS MADE.

(B) WHEN A WATER OR SEWER CONNECTION IS MADE AND FOR
EVERY EDU CONNECTED THE LAND SHALL BECOME SUBJECTED TO THE SYSTEM
IMPROVEMENT CHARGE.

(3) PUBLIC PARKS OR PLAYGROUNDS OWNED BY A MUNICIPAL
CORPORATION AND ANY PROPERTY OR BUILDING OWNED BY EITHER A REGULARLY
ORGANIZED VOLUNTEER FIRE DEPARTMENT OR A VOLUNTEER RESCUE SQUAD,
WHILE SO USED FOR PUBLIC PURPOSES, ARE EXEMPT FROM THE IMPOSITION OF A
SYSTEM IMPROVEMENT CHARGE.

(4) (A) IF PROPERTY IN THE SANITARY DISTRICT IS, AT THE TIME OF
CONSTRUCTION OF A COMMISSION WATER LINE OR SANITARY SEWER LINE,
CONNECTED TO A PUBLIC WATER SYSTEM OR PUBLIC SEWER SYSTEM OPERATED
EITHER BY A MUNICIPAL CORPORATION OR BY A WATER OR SEWER COMPANY
SUBJECT TO THE REQUIREMENTS OF THE STATE DEPARTMENT OF HEALTH AND
MENTAL HYGIENE, OR IF FOLLOWING CONSTRUCTION OF THE COMMISSION LINE
THE PROPERTY IS CONNECTED TO THE OTHER SPECIFIED PUBLIC SYSTEM IN
ACCORDANCE WITH COMMISSION AUTHORIZATION, THE PROPERTY IS EXEMPT FROM
THE IMPOSITION AND COLLECTION OF A SYSTEM IMPROVEMENT CHARGE UNTIL IT
IS SERVED BY OR CONNECTED TO THE COMMISSION'S WATER OR SANITARY
SEWERAGE SYSTEM, AS THE CASE MAY BE.

41 (B) WHEN THE EXEMPTION OR SUSPENSION CONDITION IS NO 42 LONGER APPLICABLE UNDER THOSE PROVISIONS THAT ESTABLISHED THE

EXEMPTION OR SUSPENSION, ANY LAND OR PROPERTY EXEMPTED FROM OR WITH
 RESPECT TO WHICH THERE IS A SUSPENSION OF THE SYSTEM IMPROVEMENT
 CHARGE SHALL BE CLASSIFIED IN ITS THEN CURRENT CLASS AND BECOME SUBJECT
 TO A SYSTEM IMPROVEMENT CHARGE.

5 G. (1) SYSTEM IMPROVEMENT CHARGES FOR WATER SUPPLY AND SEWER
6 CONSTRUCTION AND ACQUISITION SHALL BE UNIFORM FOR EACH EDU WITHIN
7 EACH CLASS OF PROPERTY THROUGHOUT THE COUNTY FOR ANY ONE (1) YEAR,
8 UNLESS OTHERWISE PROVIDED BY LAW.

9 (2) THE AMOUNT OF THE SYSTEM IMPROVEMENT CHARGE PER EDU
10 WITHIN EACH CLASS OF PROPERTY FOR BOTH WATER AND SEWER SERVICE SHALL
11 BE DETERMINED BY THE COMMISSION AS COSTS AND CONDITIONS REQUIRE, BUT A
12 SYSTEM IMPROVEMENT CHARGE FOR ANY CLASS OF PROPERTY FOR ANY GIVEN
13 YEAR ONCE LEVIED BY THE COMMISSION MAY NOT BE INCREASED.

14 H. (1) THE RATE OF THE SYSTEM IMPROVEMENT CHARGE SHALL BE BASED
15 ON THE COMMISSION'S SIX-YEAR CAPITAL IMPROVEMENT PLAN, AS REVISED
16 ANNUALLY.

(2) THE CAPITAL IMPROVEMENT PLAN IDENTIFIES THOSE CAPITAL
 PROJECTS WHICH WILL BE UNDERTAKEN BY THE COMMISSION DURING THE MOST
 IMMEDIATE SIX-YEAR PERIOD, INCLUDING ANY COMPREHENSIVE IMPROVEMENT OR
 REPLACEMENT OF EXISTING WATER OR WASTEWATER SYSTEMS AND CENTRAL
 TREATMENT AND PROCESSING FACILITY EXPANSIONS AND UPGRADES.

(3) TO CALCULATE THE SYSTEM IMPROVEMENT CHARGE, THE TOTAL OF
ALL DEBT SERVICE AND THE TOTAL OF AMORTIZED COSTS OF ALL PROJECTS IN THE
CAPITAL IMPROVEMENT BUDGET FOR THE GIVEN YEAR, BOTH TOTALS EXCLUDING
ANY COSTS INCLUDED IN THE CAPITAL IMPROVEMENT CHARGE UNDER § 113-12 OF
THIS CHAPTER, SHALL BE COMBINED AND DIVIDED BY THE TOTAL OF THE NUMBER
OF ALLOCATED EDUS AND THE NUMBER OF EDUS EXPECTED TO BE ALLOCATED BY
THE ST. MARY'S OFFICE OF LAND USE AND GROWTH MANAGEMENT FOR A GIVEN
YEAR.

30(4)WHERE AMORTIZED COSTS ARE INCLUDED IN THE CALCULATION OF31THE CHARGE, THE PERIOD OF AMORTIZATION AND THE INTEREST RATE SHALL BE32COMPARABLE TO THE TERMS OF THE COMMISSION'S MOST RECENT BOND ISSUE.

33 (5) THE SYSTEM IMPROVEMENT CHARGE MAY BE REVISED NOT MORE
34 THAN ANNUALLY, IN CONCERT WITH ANNUAL REVISION TO THE CAPITAL
35 IMPROVEMENT PLAN.

36 I. (1) THE COMMISSION MAY ESTABLISH FINANCIAL CRITERIA TO
37 DETERMINE THE ELIGIBILITY OF A HOMEOWNER WHOSE DWELLING IS SUBJECT TO
38 A SYSTEM IMPROVEMENT CHARGE UNDER THE PROVISIONS OF THIS SECTION FOR A
39 DEFERRAL OF THE MONTHLY PAYMENT OF THAT CHARGE.

40(2)THE COMMISSION MAY DEFER THE MONTHLY PAYMENT OF A41SYSTEM IMPROVEMENT CHARGE ON THE DWELLING OF A HOMEOWNER WHO:

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### **UNOFFICIAL COPY OF HOUSE BILL 1698**

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# (A) FILES AN APPLICATION WITH THE COMMISSION; AND

2 (B) MEETS THE FINANCIAL ELIGIBILITY CRITERIA THAT THE 3 COMMISSION ESTABLISHES.

4 (3) A HOMEOWNER WHO APPLIES FOR A DEFERRAL OF PAYMENT OF A
5 MONTHLY SYSTEM IMPROVEMENT CHARGE LEVIED ON A DWELLING SHALL SUBMIT
6 TO THE COMMISSION AN APPLICATION ON THE FORM THAT THE COMMISSION
7 PROVIDES. A HOMEOWNER MAY APPLY FOR A DEFERRAL ON ONLY ONE (1)
8 DWELLING.

9 (4) A HOMEOWNER WHO APPLIES FOR DEFERRAL OF PAYMENT OF A
10 SYSTEM IMPROVEMENT CHARGE SHALL APPLY AT THE TIME OF PAYMENT OF
11 MONTHLY SERVICE CHARGES.

(5) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, THE COMMISSION
 SHALL TERMINATE THE DEFERRAL OF PAYMENT OF A MONTHLY SYSTEM
 IMPROVEMENT CHARGE IF A HOMEOWNER DIES, SELLS, OR ALIENATES THE
 DWELLING SUBJECT TO THE DEFERRAL.

16 (6) THE COMMISSION MAY DEFER THE MONTHLY PAYMENT OF A
17 SYSTEM IMPROVEMENT CHARGE BY AN UNMARRIED SURVIVING SPOUSE ON THE
18 DEATH OF A HOMEOWNER OR THE UNMARRIED FORMER SPOUSE ON THE DIVORCE
19 OF A HOMEOWNER IF THE SUCCEEDING SPOUSE QUALIFIES UNDER THE PROVISIONS
20 OF PARAGRAPH (2) OF THIS SUBSECTION.

(7) WHEN THE COMMISSION TERMINATES THE DEFERRAL OF PAYMENT
 OF A MONTHLY SYSTEM IMPROVEMENT CHARGE UNDER THE PROVISIONS OF
 PARAGRAPH (5) OF THIS SUBSECTION:

24 (A) ALL DEFERRED CHARGES, WITH INTEREST CALCULATED ON
25 THE CUMULATIVE ANNUAL PAYMENTS FOR THE DEFERRAL PERIOD, SHALL BECOME
26 DUE AND PAYABLE IMMEDIATELY; AND

27(B)THE ANNUAL LEVY OF SYSTEM IMPROVEMENT CHARGES28SHALL RESUME.

(8) (A) A DEFERRED SYSTEM IMPROVEMENT CHARGE THAT IS DUE
AND PAYABLE ON TERMINATION OF A DEFERRAL BY THE COMMISSION IS A LIEN
AGAINST THE DWELLING UNDER THE PROVISIONS OF SUBSECTION L OF THIS
SECTION.

(B) AFTER THE COMMISSION TERMINATES THE DEFERRAL OF
PAYMENT OF A SYSTEM IMPROVEMENT CHARGE UNDER PARAGRAPH (5) OF THIS
SUBSECTION, THE PROVISIONS OF THIS SUBSECTION DO NOT IMPAIR IN ANY WAY
THE ABILITY OF THE COMMISSION TO COLLECT A SYSTEM IMPROVEMENT CHARGE
THAT IS OVERDUE AND IN DEFAULT FROM A HOMEOWNER UNDER THE PROVISIONS
OF SUBSECTION L OF THIS SECTION.

(9) THE COMMISSION MAY REQUIRE A HOMEOWNER WHO QUALIFIES
 FOR DEFERRAL UNDER THIS SECTION TO REQUALIFY AT TIMES AND UNDER
 CIRCUMSTANCES THAT THE COMMISSION DETERMINES ARE REASONABLE AND
 NECESSARY.

5 (10) (A) THE COMMISSION MAY ONLY IMPLEMENT THE PROVISIONS OF 6 THIS SUBSECTION BY ADOPTION OF A RESOLUTION OF THE COMMISSION.

7 (B) THE COMMISSION SHALL HOLD A PUBLIC HEARING AT LEAST
8 TEN (10) DAYS PRIOR TO ANY ACTION ON THE PROPOSED RESOLUTION REQUIRED BY
9 THIS PARAGRAPH.

(C) THE COMMISSION SHALL PUBLISH NOTICE OF THE PUBLIC
 HEARING, TOGETHER WITH A SYNOPSIS OF THE PROPOSED RESOLUTION, IN AT
 LEAST ONE (1) NEWSPAPER OF GENERAL CIRCULATION IN ST. MARY'S COUNTY ONCE
 EACH WEEK FOR TWO (2) SUCCESSIVE WEEKS PRIOR TO THE PUBLIC HEARING.

14 J. (1) ON THE ALLOCATION OF AN EDU, THE COMMISSION AT ANY TIME
15 MAY, IN ITS DISCRETION, PERMIT A CONNECTION WITH A WATER MAIN OR SEWER BY
16 A PROPERTY OWNER WHOSE PROPERTY DOES NOT ABUT ON THE WATER MAIN OR
17 SEWER AND WHO HAS NOT PREVIOUSLY PAID A SYSTEM IMPROVEMENT CHARGE FOR
18 THE CONSTRUCTION OF THE WATER MAIN OR SEWER, BUT THE COMMISSION SHALL
19 CLASSIFY THE PROPERTY AND DETERMINE THE SYSTEM IMPROVEMENT CHARGE TO
20 BE PAID BY THE PROPERTY OWNER.

(2) IF THE CONNECTION IS MADE, THE PROPERTY OWNER AND
 PROPERTY, FOR ALL CHARGES, RATES AND BENEFITS, SHALL STAND IN EVERY
 RESPECT IN THE SAME POSITION AS IF THE PROPERTY ABUTTED ON A WATER MAIN
 OR SEWER.

K. (1) WHERE AN APPLICANT APPLIES FOR WATER OR SEWER LINES IN AN
AREA IN WHICH THE COMMISSION DETERMINES THAT IT IS ECONOMICALLY NOT
FEASIBLE TO SERVE UNLESS THE APPLICANT MAKES A SUBSTANTIAL
CONTRIBUTION TO THE COST OF CONSTRUCTION OF THE WATER AND SEWER LINES,
INCLUDING THE COST OF CONNECTING THEM WITH THE COMMISSION'S SYSTEM,
THE COMMISSION MAY CLASSIFY THE APPLICANT'S PROPERTY, TOGETHER WITH
OTHER ADJACENT OR ADJOINING PROPERTIES THAT COULD BE READILY SERVED
FROM THE CONSTRUCTION REQUIRED BY THE APPLICANT, AS A "REMOTE AREA."

33 (2) ON THE APPROVAL OF THE APPLICATION AND THE PAYMENT OF THE
34 CONTRIBUTION, THE COMMISSION MAY CONSTRUCT WHATEVER WATER OR SEWER
35 LINES AS ARE DESIRED BY THE APPLICANT.

36 (3) IF THE COMMISSION CONSTRUCTS THE WATER OR SEWER LINES, IT
 37 SHALL IMPOSE THE USUAL SYSTEM IMPROVEMENT CHARGE AS PROVIDED BY LAW.

L. (1) WHERE THE COMMISSION IMPROVES A WATER SYSTEM OR SANITARY
SEWERAGE SYSTEM BY REPLACING, AUGMENTING, UPGRADING, OR EXPANDING IT
IN ORDER TO PROVIDE INCREASED OR IMPROVED WATER OR SEWER SERVICE AND
THE NECESSITY FOR THE IMPROVEMENT ARISES FROM CHANGES, WHETHER

INDIVIDUALLY OR CUMULATIVELY, IN USE OR ZONING CATEGORY OF THE PROPERTY,
 THOSE PROPERTIES SHALL DERIVE A BENEFIT FROM THE IMPROVED FACILITY.

3 (2) ACCORDINGLY, SYSTEM IMPROVEMENT CHARGES FOR THE
4 CONSTRUCTION, AS PART OF THE WATER OR SEWER SYSTEM SERVICES, AS
5 APPLICABLE, SHALL BE ASSESSED, COLLECTED, AND REDEEMED, WHERE
6 APPLICABLE.

7 M. (1) THE SYSTEM IMPROVEMENT CHARGE SHALL BE PAYABLE AT THE
8 OFFICE OF THE COMMISSION AT A TIME OR TIMES AS DETERMINED BY THE
9 COMMISSION.

(2) IF ANY CHARGES REMAIN UNPAID FOR A PERIOD OF THIRTY (30)
 DAYS FROM THE DUE DATE OF PAYMENT, A LATE CHARGE AT A RATE NOT TO
 EXCEED ONE AND FIVE-TENTHS (1 5/10) PERCENT PER MONTH MAY BE MADE BY THE
 COMMISSION UNTIL ALL DELINQUENT CHARGES ARE PAID.

14 (3) THE LATE CHARGE SHALL BE IN ADDITION TO ALL OTHER CHARGES.

(4) THE ENTIRE UNPAID SYSTEM IMPROVEMENT CHARGE SHALL BE
 OVERDUE AND IN DEFAULT AFTER THIRTY (30) DAYS FROM THE DUE DATE OF
 PAYMENT OF ALL OR ANY PART OF THE SYSTEM IMPROVEMENT CHARGE AS
 REQUIRED BY THE COMMISSION, AT WHICH TIMES THE COMMISSION MAY PROCEED
 TO ENFORCE PAYMENT OF IT.

(5) THE SYSTEM IMPROVEMENT CHARGE OR OTHER CHARGES AS ABOVE
 21 SPECIFIED SHALL BE A FIRST LIEN ON THE PROPERTY AGAINST WHICH THEY ARE
 22 ASSESSED UNTIL PAID, ANY STATUTE OF LIMITATIONS TO THE CONTRARY
 23 NOTWITHSTANDING, SUBJECT ONLY TO PRIOR STATE AND COUNTY TAXES.

(6) THE SYSTEM IMPROVEMENT CHARGE FOR ALL PURPOSES OF
COLLECTION SHALL BE TREATED AS COUNTY TAXES AND BE ADVERTISED IN THE
SAME MANNER AS AND WITH COUNTY TAXES, AND ALL PROPERTY SUBJECT TO THE
BENEFIT CHARGES SHALL BE SOLD FOR THEM AT THE SAME TIME AND IN THE SAME
MANNER AS THE PROPERTIES ARE SOLD FOR COUNTY TAXES, AND ALL OF THE LAW
RELATING TO THE COLLECTION OF COUNTY TAXES, SO FAR AS IT IS APPLICABLE,
SHALL RELATE TO THE COLLECTION OF THE SYSTEM IMPROVEMENT CHARGE.

(7) PROPERTY REDEEMED FROM A COUNTY TAX SALE AND PROPERTY
 SOLD BY THE COUNTY COMMISSIONERS AFTER A FINAL TAX SALE MAY NOT BE
 REDEEMED OR SOLD EXCEPT ON THE PAYMENT OF THE BENEFIT CHARGE DUE ON
 IT.

(8) FOR THE PURPOSE OF GIVING NOTICE TO THE GENERAL PUBLIC OF
EXISTING LIENS AND CHARGES AGAINST ANY PROPERTY WITHIN ANY SANITARY
DISTRICT ABUTTING ON ANY WATER OR SEWER MAIN, THE COMMISSION SHALL KEEP
A PUBLIC RECORD OF ALL NAMES OF OWNERS OF PROPERTY, LOCATIONS OF THE
PROPERTY, LOT NUMBERS WHEN OF RECORD, AND THE AMOUNT OF THE SYSTEM
IMPROVEMENT CHARGES, WATER SERVICE CHARGES, OR WHATEVER OTHER
CHARGES THAT MAY BECOME LIENS .

(9) THE RECORDS SHALL BE KEPT IN THE COUNTY SEAT OF
 GOVERNMENT AND AMONG THE LAND RECORDS OF ST. MARY'S COUNTY, AND THE
 CLERK OF THE CIRCUIT COURT FOR THE COUNTY SHALL FURNISH SPACE
 NECESSARY TO KEEP AND PRESERVE THE RECORDS, WHICH, WHEN RECORDED IN
 THE PUBLIC RECORD, IS LEGAL NOTICE OF ALL EXISTING LIENS WITHIN ANY
 SANITARY DISTRICT.

7 (10) IF ANY LIENS, SYSTEM IMPROVEMENT CHARGES OR OTHER
8 CHARGES REMAIN UNPAID FOR THIRTY (30) DAYS AFTER BECOMING OVERDUE, THEY
9 MAY BE COLLECTED BY AN ACTION TO ENFORCE THE LIENS, AND ANY JUDGMENT OR
10 DECREE OBTAINED, WHERE THE DEFENDANTS HAVE BEEN SERVED BY SUBPOENA
11 OR IN ANY OTHER MANNER PROVIDED BY LAW, SHALL HAVE THE FORCE AND EFFECT
12 OF A JUDGMENT IN PERSONAM.

13 (11) THE COMMISSION MAY FILE AN ACTION TO ENFORCE THE LIENS
14 AGAINST THE OWNER OF RECORD AT THE TIME THE LEVY WAS MADE, OR THE
15 OWNER OF RECORD AT THE TIME THE SUIT IS FILED, OR ANY OWNER OF RECORD
16 BETWEEN THESE DATES.

17 (12) PUBLICATION IS NOTICE TO ALL PERSONS HAVING ANY INTEREST IN18 THE PROPERTY.

19N.(1)ALL SYSTEM IMPROVEMENT CHARGES COLLECTED BY THE20COMMISSION SHALL BE SET ASIDE AS A SEPARATE FUND TO BE KNOWN AND21DESIGNATED AS THE "METROPOLITAN DISTRICT ACCOUNT."

(2) IN ORDER TO DETERMINE THE AMOUNT WHICH IT DEEMS
NECESSARY TO BE LEVIED UNDER § 113-7 OF THIS CHAPTER, THE COMMISSION
SHALL DEDUCT THE AMOUNT IT ESTIMATES THAT IT WILL BE ABLE TO COLLECT OUT
OF THE SYSTEM IMPROVEMENT CHARGES AND OTHER CHARGES PREVIOUSLY
LEVIED BY IT, BUT NOT YET PAID AND TO BE SET ASIDE FOR SUCH INTEREST AND
PRINCIPAL PAYMENTS AND THE AMOUNT OF FUNDS THEN AVAILABLE FOR THE
PURPOSE OF PAYING THE PRINCIPAL OF AND INTEREST ON OUTSTANDING BONDS,
FROM THE WHOLE AMOUNT NECESSARY TO BE RAISED IN ANY ONE (1) YEAR FOR
INTEREST AND PRINCIPAL PAYMENTS ON OUTSTANDING BONDS.

31 (3) THE BALANCE THEN REMAINING TO BE RAISED SHALL BE THE
32 AMOUNT TO BE CERTIFIED TO THE COUNTY COMMISSIONERS OF ST. MARY'S COUNTY
33 FOR COLLECTION BY TAXATION AS PROVIDED BY § 113-7 OF THIS CHAPTER.

O. (1) IF THE STATE, COUNTY, OR ANY MUNICIPAL CORPORATION,
COMMISSION, BOARD, OR AGENCY OF THE STATE OR COUNTY ACQUIRES FOR PUBLIC
USE PROPERTY THAT IS SUBJECT TO A SYSTEM IMPROVEMENT CHARGE LEVIED BY
THE ST. MARY'S COUNTY METROPOLITAN COMMISSION, THE SYSTEM IMPROVEMENT
CHARGE SHALL BE PAID THROUGH THE DATE OF ACQUISITION AND EXTINGUISHED
THEREAFTER.

40 (2) IF THE PROPERTY IS ACQUIRED AS PROVIDED IN THIS SECTION
41 WITHOUT EMINENT DOMAIN PROCEEDINGS, THE AMOUNT NECESSARY TO PAY THE
42 SYSTEM IMPROVEMENT CHARGE THROUGH THE DATE OF ACQUISITION SHALL BE

PAID TO THE COMMISSION BEFORE THE DEED EVIDENCING THE TRANSFER MAY BE
 RECORDED AMONG THE LAND RECORDS OF ST. MARY'S COUNTY.

3 (3) IF THE PROPERTY IS ACQUIRED THROUGH EMINENT DOMAIN
4 PROCEEDINGS, THE COMMISSION SHALL BE NAMED A PARTY TO THE PROCEEDINGS,
5 AND THE JURY SHALL MAKE A SEPARATE AWARD IN FAVOR OF THE COMMISSION
6 FOR THE SUM REQUIRED TO PAY THE SYSTEM IMPROVEMENT CHARGE THROUGH
7 THE DATE OF ACQUISITION.

8 (4) IF, BY OVERSIGHT OR MISTAKE, THE COMMISSION IS NOT NAMED A
9 PARTY TO THE EMINENT DOMAIN PROCEEDINGS, OR IF NO SEPARATE AWARD FOR
10 THE SUM NECESSARY TO PAY THE SYSTEM IMPROVEMENT CHARGE THROUGH THE
11 DATE OF CONVEYANCE, THE CONDEMNING AUTHORITY SHALL PAY TO THE
12 COMMISSION THE AMOUNT REQUIRED TO PAY THE SYSTEM IMPROVEMENT CHARGE
13 THROUGH THE DATE OF CONVEYANCE AT THE SAME TIME THE CONDEMNING
14 AUTHORITY PAYS THE AMOUNT AWARDED TO THE PROPERTY OWNER IN THE
15 PROCEEDINGS.

16 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect 17 October 1, 2006.