AN ORDINANCE authorizing the issuance, sale and delivery of up to $75,000,000 consolidated public improvement bonds, pursuant to a bond enabling law; providing that such bonds shall be general obligations of the County; authorizing the County Executive to specify, prescribe, determine, provide for or approve the final principal amounts, maturity schedules, interest rates and redemption provisions for such bonds, and other matters, forms, documents or procedures and to determine the method of sale of such bonds; providing for the disbursement of the proceeds of such bonds and for the levying and collection of taxes to pay debt service on such bonds; and providing for and determining various matters in connection therewith.
Recitals

Howard County, Maryland (the “County”) is authorized pursuant to Council Bill 41-2021 enacted on May 26, 2021 by the County Council and effective on August 3, 2021, (the “Bond Enabling Law”) (a) to borrow on its full faith and credit and issue and sell its bonds, at one time or from time to time, for the purposes and in the amounts set forth in the Bond Enabling Law; (b) to enact an ordinance in accordance with Article VI of the Charter of the County (the “Charter”) and other applicable provisions of law providing for the issuance and sale of such bonds; and (c) to levy annually ad valorem taxes upon the assessable property within the geographic boundaries of the County sufficient, together with funds available from other sources, to provide for the payment of the principal of and interest on such bonds until all such bonds shall be redeemed or paid.

The County is also authorized pursuant to Title 19 of the Local Government Article of the Annotated Code of Maryland (2013 Replacement Volume and 2020 Supplement) and Council Bill No. 3-2014 enacted by the County Council on March 5, 2014 and effective on March 7, 2014 (“Note Ordinance”), to issue and sell its bond anticipation notes in the maximum aggregate principal amount not greater than the amount of bonds which the County is authorized to issue (the “Notes”). The principal of and interest on such Notes are payable from the first proceeds of sale of such bonds or from tax or other revenue that the County makes available for the payment of such Notes and the interest thereon. As of the date of introduction of this Ordinance, the actual principal amount of the Notes outstanding was $10,000,097 and as of March 31, 2022, the actual principal amount of the Notes outstanding was $0.
The outstanding Notes were issued in anticipation of the issuance of the County’s consolidated public improvement bonds and metropolitan district bonds, and the County authorized the issuance of such bonds in one or more series pursuant to Council Bill No. 34-2006 enacted by the County Council and effective on June 7, 2006, as amended and supplemented from time to time (as so amended and supplemented and together with this Ordinance, the “Master Bond Ordinance”). The Master Bond Ordinance provides that prior to the issuance of any series of such bonds, the County Council shall enact an ordinance supplemental thereto to specify and provide for various matters in connection with the issuance and sale of such bonds, as provided in the Master Bond Ordinance.

Section 19-101 of the Local Government Article of the Annotated Code of Maryland (2013 Replacement Volume and 2020 Supplement) and the Bond Enabling Law provides that the County Council may provide that bonds authorized to be issued by separate acts of enabling legislation shall be consolidated for sale and issued, sold and delivered as a single issue of bonds.

The County Council has determined that it is in the best interest of the County to consolidate bonds issued, sold and delivered pursuant to the Bond Enabling Law (the “Consolidated Public Improvement Bonds” or the “Bonds”) from time to time.

Now, therefore, be it enacted by the County Council of Howard County, Maryland:

Section 1. All terms used herein which are defined in the Recitals hereof shall have the meanings given such terms therein.

Section 2. It is hereby found, determined and declared as follows:
1 (1) It is in the best interest of the County to issue the Consolidated Public
2 Improvement Bonds pursuant to and in accordance with the Bond Enabling Law and the
3 Master Bond Ordinance in the aggregate principal amount of $75,000,000 or such lesser
4 principal amount as may be specified in an Executive Order in accordance with Section 11
5 hereof, for the purpose of (a) paying the principal amount of the Notes (the “Refunded
6 Notes”) and expenses required to be paid pursuant to a line of credit secured by such Notes
7 (together with the Refunded Notes, the “Refunded Obligations”), the proceeds of which
8 have been or will be used, after payment of certain costs, fees and expenses incurred in the
9 issuance thereof, to pay or refinance a portion of the costs of capital projects authorized by
10 the Consolidated Public Improvement Bond Enabling Laws, as specified in Appendix A
11 hereto (the “Public Improvement Capital Projects”), (b) defraying a portion of the costs of
12 Public Improvement Capital Projects not funded with proceeds of the Notes (the “Other
13 Public Improvement Capital Projects”), and (c) paying the costs, fees and expenses
14 incurred in the issuance and sale of the Consolidated Public Improvement Bonds, in each
15 case to the extent that such costs are not payable from other sources, as specified in an
16 Executive Order in accordance with Section 11 hereof.

17 (2) The outstanding general obligation indebtedness of the County on June 30,
18 2021 (exclusive of indebtedness issued or guaranteed by the County that is payable
19 primarily or exclusively from taxes levied in or on, or other revenues of, special taxing
20 areas or districts heretofore established by law and indebtedness issued for self-liquidating
21 and other projects payable primarily or exclusively from the proceeds of the assessments
22 or charges for special benefits or services), plus the $75,000,000 aggregate principal
23 amount of Consolidated Public Improvement Bonds authorized hereby is equal to
1 $1,387,239,691. The full cash value assessable base of the County on June 30, 2021 was
2 $56,994,789,737. As of the date of enactment of this Ordinance, the issuance of the
3 aggregate principal amount of Consolidated Public Improvement Bonds authorized by this
4 Ordinance is within every debt and other limitation prescribed by the Constitution and
5 Laws of the State of Maryland and the Charter.

6 (3) Current market conditions are volatile and an inflexible approach to
7 borrowing by the County threatens its ability to initiate necessary capital projects and will
8 diminish the resources available to provide for the needs of the citizens of the County in
9 the future, and the interests of the County are best served by providing the County with
10 reasonable flexibility in accessing the capital markets. Accordingly, any sale of
11 Consolidated Public Improvement Bonds pursuant to this Ordinance by private negotiation
12 will provide significant benefits to the County which would not be achieved if such Bonds
13 were sold at public sale and is in the County’s best interest.

14 (4) The probable remaining average useful life of (a) the Public Improvement
15 Capital Projects financed and refinanced with proceeds of the Refunded Obligations and
16 to be refinanced with the proceeds of the Consolidated Public Improvement Bonds and (b)
17 the Other Public Improvement Capital Projects (if any) is more than 35 years, and all of
18 the Consolidated Public Improvement Bonds shall be payable within such probable average
19 useful life.

20 Section 3. The Bond Enabling Laws authorize the County to borrow money to
21 pay the costs of certain capital projects specified in the County’s Fiscal Year 2022 Capital
22 Budget and in Appendix A attached hereto.
Section 4. (a) Pursuant to the authority contained in the Bond Enabling Law, and in accordance with the Master Bond Ordinance, the County shall borrow money upon the full faith and credit of the County and shall issue and sell Consolidated Public Improvement Bonds upon the full faith and credit of the County from time to time in the aggregate principal amount of $75,000,000 or such lesser principal amount as may be specified in an Executive Order in accordance with Section 11 hereof.

(b) The Consolidated Public Improvement Bonds shall be dated the date of their delivery.

(c) The Consolidated Public Improvement Bonds may be issued in one or a combination of serial bonds, installment bonds, or term bonds as may be specified in an Executive Order in accordance with Section 11 hereof.

(d) The maturity dates of the Consolidated Public Improvement Bonds shall be such dates as shall be specified in an Executive Order in accordance with Section 11 hereof, provided that the date of the last maturity of the Consolidated Public Improvement Bonds shall not be later than 30 years after the date of issuance of the Consolidated Public Improvement Bonds.

Section 5. (a) The proceeds of the Consolidated Public Improvement Bonds shall be paid to the Director of Finance of the County (the “Director of Finance”) and shall be set apart in an account or accounts and applied as follows:

(i) All or a portion of the proceeds of the Consolidated Public Improvement Bonds, as specified in an Executive Order, shall be applied first to the payment of all or a portion of the principal of the Refunded Obligations. The actual cost of each Public Improvement Capital Project, which has been financed or refinanced from
the proceeds of the sale of the Notes, is set forth in Appendix A hereto in the column captioned “Bond Anticipation Note Funded,” which amount may be updated from time to time to account for any Public Improvement Capital Project subsequently financed or refinanced from the proceeds of the sale of the Notes.

(ii) The remaining proceeds of the Consolidated Public Improvement Bonds, if any, shall be applied (A) to the payment of costs, fees and expenses incurred in the issuance and sale of the Consolidated Public Improvement Bonds, to the extent such costs, fees and expenses are not paid from other sources, and (B) to defray a portion of the costs of Other Public Improvement Capital Projects. The actual costs of the Other Public Improvement Capital Projects to be defrayed from the proceeds of the Consolidated Public Improvement Bonds, if any, shall be determined by the Director of Finance, provided that the amount so applied shall not exceed the difference between the amount set forth in Appendix A in the column captioned “Unsold Bonds” for the Other Public Improvement Capital Projects and the amount of proceeds of the Notes applied to finance the costs of the Other Public Improvement Capital Projects.

No proceeds of the Consolidated Public Improvement Bonds will be applied in any way which would violate the covenants contained in Section 13 hereof.

Notwithstanding the foregoing, the Director of Finance is hereby authorized to reallocate the proceeds of the Consolidated Public Improvement Bonds to the payment of any other costs of Other Public Improvement Capital Projects which could have been financed with the proceeds of the Notes or Consolidated Public Improvement Bonds in accordance with the Bond Enabling Laws and this Ordinance, respectively, in the event that it is determined after the enactment of this Ordinance and the initial application of the
proceeds of the Consolidated Public Improvement Bonds that any of the amounts financed
with proceeds of the Notes or Consolidated Public Improvement Bonds should not have
been funded with proceeds thereof, whether as a result of the receipt of a grant for such
purpose or for any other reason. Any such reallocation shall be made to any one or more
of the Other Public Improvement Capital Projects in such manner and in such amounts as
the Director of Finance shall determine in his discretion.

The provisions of this Section shall be subject in all respects to Section 13 hereof.

(b) The costs of each Public Improvement Capital Project and Other Public
Improvement Capital Project (if any) shall include, without limitation, the cost of planning,
design, construction, reconstruction, furnishing, equipping, improvements, renovations,
remodeling, enlargements, engineering services, architects' services, surveys, landscaping,
site development, evaluation studies, land acquisition and related items, appurtenances and
incidental activities. The estimated cost of each Public Improvement Capital Project and
Other Public Improvement Capital Project and the other sources of funds for each Public
Improvement Capital Project and Other Public Improvement Capital Project are set forth
in Appendix A. Such other sources of funds shall include, without limitation, the amount
shown in the column captioned “Unsold Bonds” for each such Public Improvement Capital
Project and such Other Public Improvement Capital Project (if any) as listed in Appendix
A, which amounts shall be paid from prior or subsequent bond or bond anticipation note
issues of the County, from such other sources as the County may hereafter determine and,
for the Other Public Improvement Capital Projects, from the proceeds of the Consolidated
Public Improvement Bonds.
(c) Any remaining proceeds shall be used to pay the interest on or the principal
of the Consolidated Public Improvement Bonds, as the Director of Finance shall determine
in his sole discretion.

Section 6. For the purpose of paying the principal of and interest on the
Consolidated Public Improvement Bonds when due and payable, there is hereby levied and
there shall hereafter be levied in each fiscal year that any of the Consolidated Public
Improvement Bonds are outstanding, ad valorem taxes on real and tangible personal
property and intangible property subject to taxation by the County without limitation of
rate or amount and, in addition, upon such other intangible property as may be subject to
taxation by the County within limitations prescribed by law, in an amount sufficient,
together with funds available from other sources, to pay such principal and interest and the
full faith and credit and the unlimited taxing power of the County are hereby irrevocably
pledged to the punctual payment of the principal of and interest on the Consolidated Public
Improvement Bonds as and when the same respectively become due.

Section 7. No Notes shall be issued to pay the principal of any Refunded
Obligations on or after the date of delivery of Bonds issued to provide for such payment.

Section 8. Except as otherwise provided in an Executive Order, the Bonds shall
be signed by the County Executive of the County (the “County Executive”) and by the
Director of Finance by manual or facsimile signature, and the Bonds shall bear the
corporate seal of the County, or a facsimile thereof, attested by the manual or facsimile
signature of the Chief Administrative Officer of the County (the “Chief Administrative
Officer”). In the event that any officer whose signature shall appear on the Bonds shall
cease to be such officer before the delivery of the Bonds, such signature shall nevertheless
be valid and sufficient for all purposes, the same as if such officer had remained in office until delivery.

Section 9. Except as otherwise provided in this Ordinance or in an Executive Order, the Director of Finance is hereby designated and appointed as bond registrar and paying agent for the Bonds and shall maintain books of the County for the registration and transfer of the Bonds. The Director of Finance, either prior to or following the issuance of the Bonds, may designate and appoint the Department of Finance of the County, any officer or employee of the County or one or more banks, trust companies, corporations or other financial institutions, or disclosure firm to act as bond registrar, paying agent, authenticating agent, or disclosure agent.

Section 10. The Bonds hereby authorized may be sold for a price at, above or below par, plus accrued interest to the date of delivery. Authority is hereby conferred on the County Executive to sell the Bonds through a public sale or through a private (negotiated) sale, without solicitation of competitive bids, as the County Executive, upon consultation with the Director of Finance and the County’s financial advisor, shall determine to be in the best interests of the County.

If the County Executive shall determine in accordance with this Section to sell any Bonds at a public sale through the solicitation of competitive bids, then the County Executive may sell such Bonds in accordance with such procedures as shall be determined by the County Executive.

Bonds issued under this Ordinance are hereby specifically exempted from the provisions of Sections 19-205 and 19-206 of the Local Government Article of the Annotated Code of Maryland (2013 Replacement Volume and 2020 Supplement).
The County Executive is hereby authorized and empowered for and on behalf of the County (a) to cause the preparation, printing, execution and delivery of a preliminary and final official statement or other offering document with respect to any Bonds issued from time to time hereunder, and (b) to do all such things as may be necessary or desirable in the opinion of the County Executive in connection therewith.

Section 11. Notwithstanding any provisions of the Bond Enabling Law to the contrary, subject to and in accordance with the provisions of this Ordinance, the County Executive shall determine by Executive Order, for each and every Bond or series of Bonds issued pursuant to and in accordance with this Ordinance, all matters relating to the sale, issuance, delivery and payment of the Bonds, including (without limitation) the purposes for which such Bonds are issued, the date or dates of sale of the Bonds, the designation of the Bonds, the date of delivery of the Bonds, the authorized denominations for the Bonds, the redemption provisions, if any, pertaining to the Bonds, the manner of authentication and numbering of the Bonds, the date from which interest on the Bonds shall accrue, the rate or rates of interest borne by the Bonds or the method of determining the same, the interest payment and maturity dates of the Bonds, including provisions for mandatory sinking fund redemption of any term bonds, the forms of the Bonds, whether the Bonds are to be issued in book-entry form and all matters incident to the issuance of Bonds in book-entry form and the provisions for the registration of Bonds. The execution and delivery of Bonds as herein provided shall be conclusive evidence of the approval of all terms and provisions of such Bonds on behalf of the County.

Section 12. In connection with the issuance of any Bonds pursuant to this Ordinance, the County is hereby authorized to enter into one or more agreements as the
County Executive shall deem necessary or appropriate for the issuance, sale, delivery or security of such Bonds, which may include (without limitation) (i) underwriting, purchase, placement or loan agreements for Bonds sold at private (negotiated) sale in accordance with the provisions of this Ordinance; (ii) trust agreements with commercial banks or trust companies providing for the issuance and security of such Bonds; (iii) any dealer, remarketing or similar agreements providing for the placement or remarketing of such Bonds; (iv) agreements providing for any credit or liquidity facilities supporting any Bonds; (v) agreements with commercial banks or trust companies providing for the deposit of proceeds of any Bonds; (vi) agreements with fiscal agents providing for the issuance of Bonds, their authentication, registration or payment or other similar services; (vii) continuing disclosure agreements, including any such agreements required to enable the underwriters of any Bonds to meet the requirements of paragraph (b)(5) of Rule 15c2-12 promulgated by the United States Securities and Exchange Commission (the "SEC"); (viii) agreements with a data collection and disclosure institution to enable the County to research and post accurate disclosures related to any Bonds in accordance with the rules and regulations approved by the SEC; and (ix) agreements with dissemination agents to collect and post continuing disclosure information and event notices to meet certain requirements of the SEC. Each such agreement shall be in such form as shall be determined by the County Executive by Executive Order. The execution and delivery of each such agreement by the County Executive shall be conclusive evidence of the approval of the form of such agreement on behalf of the County.

Section 13. The County hereby covenants with each of the holders of any Bonds, the interest on which is expected to be excludable from federal income taxation (such
Bonds being referred to herein collectively as "Tax-Exempt Obligations"), that it will not use, or suffer or permit to be used, the proceeds received from sale of such Tax-Exempt Obligations, or any moneys on deposit to the credit of any account of the County which may be deemed to be proceeds of such Tax-Exempt Obligations, pursuant to Section 148 ("Section 148") of the Internal Revenue Code of 1986, as amended (the "Code"), and applicable regulations thereunder, which use would cause such Tax-Exempt Obligations to be "arbitrage bonds" within the meaning of Section 148 and the regulations thereunder. The County further covenants that it will comply with Section 148 and the regulations thereunder which are applicable to Tax-Exempt Obligations on the date of issuance of such Tax-Exempt Obligations and which may subsequently lawfully be made applicable to such Tax-Exempt Obligations. The County Executive, the County Administrative Officer and the Director of Finance shall be officers of the County responsible for issuing any Tax-Exempt Obligations. The County Executive or the Director of Finance is hereby authorized and directed to prepare or cause to be prepared and to execute, any certification, opinion or other document which may be required to assure that such Tax-Exempt Obligations will not be deemed to be "arbitrage bonds" within the meaning of Section 148 and the regulations thereunder.

The County is hereby authorized to take any and all actions as may be necessary or desirable to assure that interest on Tax-Exempt Bonds is and remains excludable from gross income for federal income tax purposes.

The County is hereby authorized to take any and all actions as may be necessary or desirable to assure that any Bonds authorized by this Ordinance are allowed a tax credit, that the County is entitled to a subsidy from the United States of America or any agency or
instrumentality thereof with respect to such Bonds or the interest payable thereon, or that any such Bond or the interest thereon is entitled to any other available benefits under the Code (any such Bonds being referred to herein as "Tax Advantaged Obligations"). Any such actions may be authorized by an order of the County Executive.

The County Executive is hereby authorized to make such covenants or agreements in connection with the issuance of any Tax-Exempt Obligations or Tax Advantaged Obligations as he shall deem advisable in order to assure (i) the holders of any such Tax-Exempt Obligations that interest thereon shall be and remain exempt from federal income taxation, (ii) the holders of any such Tax Advantaged Obligations that such Tax Advantaged Obligations will be entitled to such benefits, and (iii) that the County is entitled to any subsidy available for any such Tax Advantaged Obligations. Such covenants or agreements shall be binding on the County so long as the observance by the County of any such covenants or agreements is necessary in connection with the maintenance of the exemption from federal income taxation of the interest on such Tax-Exempt Obligations or the entitlement of such Tax Advantaged Obligations to such benefits, respectively. The foregoing covenants and agreements may include (without limitation) covenants or agreements on behalf of the County relating to the investment of proceeds of such Tax-Exempt Obligations or Tax Advantaged Obligations, the rebate of certain earnings resulting from such investment to the United States of America (or the payment of penalties in lieu of such rebate), limitations on the times within which, and the purposes for which, such proceeds may be expended or the utilization of specified procedures for accounting for and segregating such proceeds. Any covenant or agreement made by the County
Executive pursuant to this paragraph in an order or certificate executed by the County Executive shall be binding upon the County.

In furtherance of the foregoing, in order to qualify for and maintain the tax-exempt status of any Tax-Exempt Obligations or the benefits inuring with respect to any Tax Advantaged Obligation, the County Executive shall be authorized to make any elections or designations permitted or required under the Code, to apply for an allocation from the State of Maryland or the federal government in the case of Bonds or Notes subject to any volume limitation and to apply for any tax credit, to take such actions as shall be necessary to permit any tax credit to be stripped and sold separately from the ownership interest in any Tax Advantaged Bond and to claim any cash subsidy with respect to any Tax Advantaged Obligation. It is confirmed that the County Executive is authorized to declare official intent to reimburse expenditures from proceeds of Tax Advantaged Obligations.

For purposes of establishing compliance with Section 148 of the Code regarding the expenditure of proceeds of Tax-Exempt Obligations or Tax Advantaged Obligations, the source of Capital Projects Fund monies for capital expenditures may be specifically attributed to funds deposited to the Capital Projects Fund as a reimbursement from the proceeds of County debt issuances in accordance with a certificate executed by the County Executive.

It is confirmed that bond premium, consisting of net bond proceeds from the sale of bonds sold at a price above par, may be allocated for expenditure purposes permitted under provisions of federal income tax law pertaining to excludability of interest on the bonds from gross income or the tax status of Tax Advantaged Obligations, as applicable.
Section 14. In accordance with the provisions of Section 402(a) of the Charter, the County Executive is hereby authorized to delegate to the Chief Administrative Officer the power and authority to take any and all actions required or permitted to be taken by the County Executive pursuant to this Ordinance.

Section 15. (a) This Ordinance shall be supplemental to the Master Bond Ordinance and shall be a “Supplemental Ordinance” as defined therein; provided, however, that to the extent that any of the terms and provisions of this Ordinance conflict with the terms and provisions of the Master Bond Ordinance, the terms and provisions of this Ordinance shall control.

(b) It is hereby found and determined that the modification and supplementation of the Master Bond Ordinance, as provided herein, is in the best interest of the County and is not adverse to the interests of the holders of the Notes.

(c) Except as hereby or heretofore supplemented, the Master Bond Ordinance shall remain in full force and effect; and the Master Bond Ordinance, as so modified and supplemented, is ratified and confirmed.

(d) On and after the date of enactment hereof, all references to “Bond Ordinance” in the Note Ordinance or the Master Bond Ordinance shall mean the Master Bond Ordinance as supplemented hereby.

Section 16. If any one or more of the provisions of this Ordinance, including any covenants or agreements provided herein on the part of the County to be performed, should be contrary to law, then such provision or provisions shall be null and void and shall in no way affect the validity of the other provisions of this Ordinance or of the Bonds.

Section 17. This Ordinance shall take effect on the date of its enactment.
## APPENDIX A

<table>
<thead>
<tr>
<th>Project Description</th>
<th>Bill No.</th>
<th>Unsold Bonds</th>
<th>Bond Anticipation Note Funded</th>
<th>Estimated Cost of Project</th>
</tr>
</thead>
<tbody>
<tr>
<td>C0337-FY2014 ELICOTT CITY IMPROVEMENTS and ENHANCEMENTS</td>
<td>41-2021</td>
<td>$75,000,000</td>
<td>-</td>
<td>$195,000,000</td>
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</table>
AN ORDINANCE authorizing the issuance, sale and delivery of up to $75,000,000 consolidated public improvement bonds, pursuant to a bond enabling law; providing that such bonds shall be general obligations of the County; authorizing the County Executive to specify, prescribe, determine, provide for or approve the final principal amounts, maturity schedules, interest rates and redemption provisions for such bonds, and other matters, details, forms, documents or procedures and to determine the method of sale of such bonds; providing for the disbursement of the proceeds of such bonds and for the levying of taxes to pay debt service on such bonds; and providing for and determining various matters in connection therewith.

Introduced and read first time March 7, 2022. Ordered posted and hearing scheduled.

By order Michelle Harrod, Administrator

Having been posted and notice of time & place of hearing & title of Bill having been published according to Charter, the Bill was read for a second time at a public hearing on March 21, 2022 and concluded on March 21, 2022.

By order Michelle Harrod, Administrator

This Bill was read the third time on March 21, 2022 and Passed, Passed with amendments, Failed

By order Michelle Harrod, Administrator

Approved by the County Executive March 22, 2022

Calvin Ball, County Executive

NOTE: [[text in brackets]] indicates deletions from existing law; TEXT IN SMALL CAPITALS indicates additions to existing law; Strike out indicates material deleted by amendment; Underlining indicates material added by amendment.
Recitals

Howard County, Maryland (the “County”) is authorized pursuant to Council Bill 41-2021 enacted on May 26, 2021 by the County Council and effective on August 3, 2021, (the “Bond Enabling Law”) (a) to borrow on its full faith and credit and issue and sell its bonds, at one time or from time to time, for the purposes and in the amounts set forth in the Bond Enabling Law; (b) to enact an ordinance in accordance with Article VI of the Charter of the County (the “Charter”) and other applicable provisions of law providing for the issuance and sale of such bonds; and (c) to levy annually ad valorem taxes upon the assessable property within the geographic boundaries of the County sufficient, together with funds available from other sources, to provide for the payment of the principal of and interest on such bonds until all such bonds shall be redeemed or paid.

The County is also authorized pursuant to Title 19 of the Local Government Article of the Annotated Code of Maryland (2013 Replacement Volume and 2020 Supplement) and Council Bill No. 3-2014 enacted by the County Council on March 5, 2014 and effective on March 7, 2014 (“Note Ordinance”), to issue and sell its bond anticipation notes in the maximum aggregate principal amount not greater than the amount of bonds which the County is authorized to issue (the “Notes”). The principal of and interest on such Notes are payable from the first proceeds of sale of such bonds or from tax or other revenue that the County makes available for the payment of such Notes and the interest thereon. As of the date of introduction of this Ordinance, the actual principal amount of the Notes outstanding is $10,000,097.

The outstanding Notes were issued in anticipation of the issuance of the County’s consolidated public improvement bonds and metropolitan district bonds, and the County
authorized the issuance of such bonds in one or more series pursuant to Council Bill No. 34-2006 enacted by the County Council and effective on June 7, 2006, as amended and supplemented from time to time (as so amended and supplemented and together with this Ordinance, the "Master Bond Ordinance"). The Master Bond Ordinance provides that prior to the issuance of any series of such bonds, the County Council shall enact an ordnance supplemental thereto to specify and provide for various matters in connection with the issuance and sale of such bonds as provided in the Master Bond Ordinance.

The County Council has determined that it is in the best interest of the County to consolidate bonds issued, sold and delivered pursuant to the Bond Enabling Law (the "Consolidated Public Improvement Bonds", or the "Bonds") from time to time.

Now, therefore, by it enacted by the County Council of Howard County, Maryland:

Section 1. All terms used herein which are defined in the Recitals hereof shall have the meanings given such terms therein.

Section 2. It is hereby found, determined and declared as follows:

(1) It is in the best interest of the County to issue the Consolidated Public Improvement Bonds pursuant to and in accordance with the Bond Enabling Law and the Consolidated Public Improvement Bonds thereof from time to time.

The County Council may provide that bonds authorized to be issued by separate acts of enabling legislation shall be consolidated for sale and issued, sold and delivered as a single issue of bonds.

Section 19-101 of the Local Government Article of the Annotated Code of Maryland (2013 Replacement Volume and 2020 Supplement) and the Bond Enabling Law provides that the County Council may provide that bonds authorized to be issued by separate acts of enabling legislation shall be consolidated for sale and issued, sold and delivered pursuant to the Bond Enabling Law (the Consolidated Public Improvement Bonds" or the "Bonds") from time to time.

Now, therefore, by it enacted by the County Council of Howard County, Maryland.
principal amount as may be specified in an Executive Order in accordance with Section 11 hereof, for the purpose of (a) paying the principal amount of the Notes (the "Refunded Notes") and expenses required to be paid pursuant to a line of credit secured by such Notes (together with the Refunded Notes, the "Refunded Obligations"), the proceeds of which have been or will be used, after payment of certain costs, fees and expenses incurred in the issuance thereof, to pay or refinance a portion of the costs of capital projects authorized by the Consolidated Public Improvement Bond Enabling Laws, as specified in Appendix A hereto (the "Public Improvement Capital Projects"), (b) defraying a portion of the costs of Public Improvement Capital Projects not funded with proceeds of the Notes (the "Other Public Improvement Capital Projects"), and (c) paying the costs, fees and expenses incurred in the issuance and sale of the Consolidated Public Improvement Bonds, in each case to the extent that such costs are not payable from other sources, as specified in an Executive Order in accordance with Section 11 hereof.

(2) The outstanding general obligation indebtedness of the County on June 30, 2021 (exclusive of indebtedness issued or guaranteed by the County that is payable primarily or exclusively from taxes levied in or on, or other revenues of, special taxing areas or districts heretofore established by law and indebtedness issued for self-liquidating and other projects payable primarily or exclusively from the proceeds of the assessments or charges for special benefits or services), plus the $75,000,000 aggregate principal amount of Consolidated Public Improvement Bonds authorized hereby is equal to $1,387,230,691. The full cash value assessable base of the County on June 30, 2021 was $56,994,789,737. As of the date of enactment of this Ordinance, the issuance of the aggregate principal amount of Consolidated Public Improvement Bonds authorized by this
Ordinance is within every debt and other limitation prescribed by the Constitution and Laws of the State of Maryland and the Charter.

(3) Current market conditions are volatile and an inflexible approach to borrowing by the County threatens its ability to initiate necessary capital projects and will diminish the resources available to provide for the needs of the citizens of the County in the future, and the interests of the County are best served by providing the County with reasonable flexibility in accessing the capital markets. Accordingly, any sale of Consolidated Public Improvement Bonds pursuant to this Ordinance by private negotiation will provide significant benefits to the County which would not be achieved if such Bonds were sold at public sale and is in the County's best interest.

(4) The probable remaining average useful life of (a) the Public Improvement Capital Projects financed and refinanced with proceeds of the Refunded Obligations and to be refinanced with the proceeds of the Consolidated Public Improvement Bonds and (b) the Other Public Improvement Capital Projects (if any) is more than 35 years, and all of the Consolidated Public Improvement Bonds shall be payable within such probable average useful life.

Section 3. The Bond Enabling Laws authorize the County to borrow money to pay the costs of certain capital projects specified in the County's Fiscal Year 2022 Capital Budget and in Appendix A attached hereto.

Section 4. Pursuant to the authority contained in the Bond Enabling Law, and in accordance with the Master Bond Ordinance, the County shall borrow money upon the full faith and credit of the County and shall issue and sell Consolidated Public Improvement Bonds upon the full faith and credit of the County from time to time in the
aggregate principal amount of $75,000,000 or such lesser principal amount as may be
specified in an Executive Order in accordance with Section 11 hereof.

(b) The Consolidated Public Improvement Bonds shall be dated the date of their
delivery.

(c) The Consolidated Public Improvement Bonds may be issued in one or a
combination of serial bonds, installment bonds, or term bonds as may be specified in an
Executive Order in accordance with Section 11 hereof.

(d) The maturity dates of the Consolidated Public Improvement Bonds shall be
such dates as shall be specified in an Executive Order in accordance with Section 11 hereof,
provided that the date of the last maturity of the Consolidated Public Improvement Bonds
shall not be later than 30 years after the date of issuance of the Consolidated Public
Improvement Bonds.

Section 5. (a) The proceeds of the Consolidated Public Improvement
Bonds shall be paid to the Director of Finance of the County (the “Director of Finance”) and shall be set apart in an account or accounts and applied as follows:

(i) All or a portion of the proceeds of the Consolidated Public Improvement Bonds, as specified in an Executive Order, shall be applied first to the payment of all or a portion of the principal of the Refunded Obligations. The actual cost of each Public Improvement Capital Project, which has been financed or refinanced from the proceeds of the sale of the Notes, is set forth in Appendix A hereto in the column captioned “Bond Anticipation Note Funded,” which amount may be updated from time to time to account for any Public Improvement Capital Project subsequently financed or refinanced from the proceeds of the sale of the Notes.
The remaining proceeds of the Consolidated Public Improvement Bonds, if any, shall be applied (A) to the payment of costs, fees and expenses incurred in the issuance and sale of the Consolidated Public Improvement Bonds, to the extent such costs, fees and expenses are not paid from other sources, and (B) to defray a portion of the costs of Other Public Improvement Capital Projects. The actual costs of the Other Public Improvement Capital Projects to be defrayed from the proceeds of the Consolidated Public Improvement Bonds, if any, shall be determined by the Director of Finance, provided that the amount so applied shall not exceed the difference between the amount set forth in Appendix A in the column captioned "Unsold Bonds" for the Other Public Improvement Capital Projects and the amount of proceeds of the Notes applied to finance the costs of the Other Public Improvement Capital Projects.

No proceeds of the Consolidated Public Improvement Bonds will be applied in any way which would violate the covenants contained in Section 13 hereof.

Notwithstanding the foregoing, the Director of Finance is hereby authorized to reallocate the proceeds of the Consolidated Public Improvement Bonds to the payment of any other costs of Other Public Improvement Capital Projects which could have been financed with the proceeds of the Notes or Consolidated Public Improvement Bonds in accordance with the Bond Enabling Laws and this Ordinance, respectively, in the event that it is determined after the enactment of this Ordinance and the initial application of the proceeds of the Consolidated Public Improvement Bonds that any of the amounts financed with proceeds of the Notes or Consolidated Public Improvement Bonds should not have been funded with proceeds thereof, whether as a result of the receipt of a grant for such purpose or for any other reason. Any such reallocation shall be made to any one or more
of the Other Public Improvement Capital Projects in such manner and in such amounts as
the Director of Finance shall determine in his discretion.

   The provisions of this Section shall be subject in all respects to Section 13 hereof.

(b) The costs of each Public Improvement Capital Project and Other Public
Improvement Capital Project (if any) shall include, without limitation, the cost of planning,
design, construction, reconstruction, furnishing, equipping, improvements, renovations,
remodeling, enlargements, engineering services, architects’ services, surveys, landscaping,
site development, evaluation studies, land acquisition and related items, appurtenances and
incidental activities. The estimated cost of each Public Improvement Capital Project and
Other Public Improvement Capital Project and the other sources of funds for each Public
Improvement Capital Project and Other Public Improvement Capital Project are set forth
in Appendix A. Such other sources of funds shall include, without limitation, the amount
shown in the column captioned “Unsold Bonds” for each such Public Improvement Capital
Project and such Other Public Improvement Capital Project (if any) as listed in Appendix
A, which amounts shall be paid from prior or subsequent bond or bond anticipation note
issues of the County, from such other sources as the County may hereafter determine and,
for the Other Public Improvement Capital Projects, from the proceeds of the Consolidated
Public Improvement Bonds.

(c) Any remaining proceeds shall be used to pay the interest on or the principal
of the Consolidated Public Improvement Bonds, as the Director of Finance shall determine
in his sole discretion.

Section 6. For the purpose of paying the principal of and interest on the
Consolidated Public Improvement Bonds when due and payable, there is hereby levied and
there shall hereafter be levied in each fiscal year that any of the Consolidated Public
Improvement Bonds are outstanding, ad valorem taxes on real and tangible personal
property and intangible property subject to taxation by the County without limitation of
rate or amount and, in addition, upon such other intangible property as may be subject to
taxation by the County within limitations prescribed by law, in an amount sufficient,
together with funds available from other sources, to pay such principal and interest and the
full faith and credit and the unlimited taxing power of the County are hereby irrevocably
pledged to the punctual payment of the principal and interest on the Consolidated Public
Improvement Bonds as and when the same respectively become due.

Section 7. No Notes shall be issued to pay the principal of any Refunded
Obligations on or after the date of delivery of Bonds issued to provide for such payment.

Section 8. Except as otherwise provided in an Executive Order, the Bonds shall
be signed by the County Executive of the County (the "County Executive") and by the
Director of Finance by manual or facsimile signature, and the Bonds shall bear the
corporate seal of the County, or a facsimile thereof, attested by the manual or facsimile
signature of the Chief Administrative Officer of the County (the "Chief Administrative
Officer"). In the event that any officer whose signature shall appear on the Bonds shall
cease to be such officer before the delivery of the Bonds, such signature shall nevertheless
be valid and sufficient for all purposes, the same as if such officer had remained in office
until delivery.

Section 9. Except as otherwise provided in this Ordinance or in an Executive
Order, the Director of Finance is hereby designated and appointed as bond registrar and
paying agent for the Bonds and shall maintain books of the County for the registration and
transfer of the Bonds. The Director of Finance, either prior to or following the issuance of
the Bonds, may designate and appoint the Department of Finance of the County, any officer
or employee of the County or one or more banks, trust companies, corporations or other
financial institutions, or disclosure firm to act as bond registrar, paying agent,
authenticating agent, or disclosure agent.

Section 10. The Bonds hereby authorized may be sold for a price at, above or
below par, plus accrued interest to the date of delivery. Authority is hereby conferred on
the County Executive to sell the Bonds through a public sale or through a private
(negotiated) sale, without solicitation of competitive bids, as the County Executive, upon
consultation with the Director of Finance and the County's financial advisor, shall
determine to be in the best interests of the County.

If the County Executive shall determine in accordance with this Section to sell any
Bonds at a public sale through the solicitation of competitive bids, then the County
Executive may sell such Bonds in accordance with such procedures as shall be determined
by the County Executive.

Bonds issued under this Ordinance are hereby specifically exempted from the
provisions of Sections 19-205 and 19-206 of the Local Government Article of the

The County Executive is hereby authorized and empowered for and on behalf of
the County (a) to cause the preparation, printing, execution and delivery of a preliminary
and final official statement or other offering document with respect to any Bonds issued
from time to time hereunder, and (b) to do all such things as may be necessary or desirable
in the opinion of the County Executive in connection therewith.
Section 11. Notwithstanding any provisions of the Bond Enabling Law to the contrary, subject to and in accordance with the provisions of this Ordinance, the County Executive shall determine by Executive Order, for each and every Bond or series of Bonds issued pursuant to and in accordance with this Ordinance, all matters relating to the sale, issuance, delivery and payment of the Bonds, including (without limitation) the purposes for which such Bonds are issued, the date or dates of sale of the Bonds, the designation of the Bonds, the date of delivery of the Bonds, the authorized denominations for the Bonds, the redemption provisions, if any, pertaining to the Bonds, the manner of authentication and numbering of the Bonds, the date from which interest on the Bonds shall accrue, the rate or rates of interest borne by the Bonds or the method of determining the same, the interest payment and maturity dates of the Bonds, including provisions for mandatory sinking fund redemption of any term bonds, the forms of the Bonds, whether the Bonds are to be issued in book-entry form and all matters incident to the issuance of Bonds in book-entry form and the provisions for the registration of Bonds. The execution and delivery of Bonds as herein provided shall be conclusive evidence of the approval of all terms and provisions of such Bonds on behalf of the County.

Section 12. In connection with the issuance of any Bonds pursuant to this Ordinance, the County is hereby authorized to enter into one or more agreements as the County Executive shall deem necessary or appropriate for the issuance, sale, delivery or security of such Bonds, which may include (without limitation) (i) underwriting, purchase, placement or loan agreements for Bonds sold at private (negotiated) sale in accordance with the provisions of this Ordinance; (ii) trust agreements with commercial banks or trust companies providing for the issuance and security of such Bonds; (iii) any dealer,
remarketing or similar agreements providing for the placement or remarketing of such
Bonds; (iv) agreements providing for any credit or liquidity facilities supporting any
Bonds; (v) agreements with commercial banks or trust companies providing for the deposit
of proceeds of any Bonds; (vi) agreements with fiscal agents providing for the issuance of
Bonds, their authentication, registration or payment or other similar services; (vii)
continuing disclosure agreements, including any such agreements required to enable the
underwriters of any Bonds to meet the requirements of paragraph (b)(5) of Rule 15c2-12
promulgated by the United States Securities and Exchange Commission (the “SEC”); (viii)
agreements with a data collection and disclosure institution to enable the County to
research and post accurate disclosures related to any Bonds in accordance with the rules
and regulations approved by the SEC; and (ix) agreements with dissemination agents to
collect and post continuing disclosure information and event notices to meet certain
requirements of the SEC. Each such agreement shall be in such form as shall be determined
by the County Executive by Executive Order. The execution and delivery of each such
agreement by the County Executive shall be conclusive evidence of the approval of the
form of such agreement on behalf of the County.

Section 13. The County hereby covenants with each of the holders of any Bonds,
the interest on which is expected to be excludable from federal income taxation (such
Bonds being referred to herein collectively as “Tax-Exempt Obligations”), that it will not
use, or suffer or permit to be used, the proceeds received from sale of such Tax-Exempt
Obligations, or any moneys on deposit to the credit of any account of the County which
may be deemed to be proceeds of such Tax-Exempt Obligations, pursuant to Section 148
(“Section 148”) of the Internal Revenue Code of 1986, as amended (the “Code”), and
applicable regulations thereunder, which use would cause such Tax-Exempt Obligations to
be “arbitrage bonds” within the meaning of Section 148 and the regulations thereunder.
The County further covenants that it will comply with Section 148 and the regulations
thereunder which are applicable to Tax-Exempt Obligations on the date of issuance of such
Tax-Exempt Obligations and which may subsequently lawfully be made applicable to such
Tax-Exempt Obligations. The County Executive, the County Administrative Officer and
the Director of Finance shall be officers of the County responsible for issuing any Tax-
Exempt Obligations. The County Executive or the Director of Finance is hereby authorized
and directed to prepare or cause to be prepared and to execute, any certification, opinion
or other document which may be required to assure that such Tax-Exempt Obligations will
not be deemed to be “arbitrage bonds” within the meaning of Section 148 and the
regulations thereunder.

The County is hereby authorized to take any and all actions as may be necessary or
desirable to assure that interest on Tax-Exempt Bonds is and remains excludable from gross
income for federal income tax purposes.

The County is hereby authorized to take any and all actions as may be necessary or
desirable to assure that any Bonds authorized by this Ordinance are allowed a tax credit,
that the County is entitled to a subsidy from the United States of America or any agency or
instrumentality thereof with respect to such Bonds or the interest payable thereon, or that
any such Bond or the interest thereon is entitled to any other available benefits under the
Code (any such Bonds being referred to herein as “Tax Advantaged Obligations”). Any
such actions may be authorized by an order of the County Executive.
The County Executive is hereby authorized to make such covenants or agreements in connection with the issuance of any Tax-Exempt Obligations or Tax Advantaged Obligations as he shall deem advisable in order to assure (i) the holders of any such Tax-Exempt Obligations that interest thereon shall be and remain exempt from federal income taxation, (ii) the holders of any such Tax Advantaged Obligations that such Tax Advantaged Obligations will be entitled to such benefits, and (iii) that the County is entitled to any subsidy available for any such Tax Advantaged Obligations. Such covenants or agreements shall be binding on the County so long as the observance by the County of any such covenants or agreements is necessary in connection with the maintenance of the exemption from federal income taxation of the interest on such Tax-Exempt Obligations or the entitlement of such Tax Advantaged Obligations to such benefits, respectively. The foregoing covenants and agreements may include (without limitation) covenants or agreements on behalf of the County relating to the investment of proceeds of such Tax-Exempt Obligations or Tax Advantaged Obligations, the rebate of certain earnings resulting from such investment to the United States of America (or the payment of penalties in lieu of such rebate), limitations on the times within which, and the purposes for which, such proceeds may be expended or the utilization of specified procedures for accounting for and segregating such proceeds. Any covenant or agreement made by the County Executive pursuant to this paragraph in an order or certificate executed by the County Executive shall be binding upon the County.

In furtherance of the foregoing, in order to qualify for and maintain the tax-exempt status of any Tax-Exempt Obligations or the benefits inuring with respect to any Tax Advantaged Obligation, the County Executive shall be authorized to make any elections or
designations permitted or required under the Code, to apply for an allocation from the State of Maryland or the federal government in the case of Bonds or Notes subject to any volume limitation and to apply for any tax credit, to take such actions as shall be necessary to permit any tax credit to be stripped and sold separately from the ownership interest in any Tax Advantaged Bond and to claim any cash subsidy with respect to any Tax Advantaged Obligation. It is confirmed that the County Executive is authorized to declare official intent to reimburse expenditures from proceeds of Tax Advantaged Obligations.

For purposes of establishing compliance with Section 148 of the Code regarding the expenditure of proceeds of Tax-Exempt Obligations or Tax Advantaged Obligations, the source of Capital Projects Fund monies for capital expenditures may be specifically attributed to funds deposited to the Capital Projects Fund as a reimbursement from the proceeds of County debt issuances in accordance with a certificate executed by the County Executive.

It is confirmed that bond premium, consisting of net bond proceeds from the sale of bonds sold at a price above par, may be allocated for expenditure purposes permitted under provisions of federal income tax law pertaining to excludability of interest on the bonds from gross income or the tax status of Tax Advantaged Obligations, as applicable.

Section 14. In accordance with the provisions of Section 402(a) of the Charter, the County Executive is hereby authorized to delegate to the Chief Administrative Officer the power and authority to take any and all actions required or permitted to be taken by the County Executive pursuant to this Ordinance.

Section 15. (a) This Ordinance shall be supplemental to the Master Bond Ordinance and shall be a “Supplemental Ordinance” as defined therein; provided, however,
that to the extent that any of the terms and provisions of this Ordinance conflict with the terms and provisions of the Master Bond Ordinance, the terms and provisions of this Ordinance shall control.

(b) It is hereby found and determined that the modification and supplementation of the Master Bond Ordinance, as provided herein, is in the best interest of the County and is not adverse to the interests of the holders of the Notes.

(c) Except as hereby or heretofore supplemented, the Master Bond Ordinance shall remain in full force and effect; and the Master Bond Ordinance, as so modified and supplemented, is ratified and confirmed.

(d) On and after the date of enactment hereof, all references to "Bond Ordinance" in the Note Ordinance or the Master Bond Ordinance shall mean the Master Bond Ordinance as supplemented hereby.

Section 16. If any one or more of the provisions of this Ordinance, including any covenants or agreements provided herein on the part of the County to be performed, should be contrary to law, then such provision or provisions shall be null and void and shall in no way affect the validity of the other provisions of this Ordinance or of the Bonds.

Section 17. This Ordinance shall take effect on the date of its enactment.
<table>
<thead>
<tr>
<th>Project Description</th>
<th>Bill No.</th>
<th>Unsold Bonds</th>
<th>Bond Anticipation Note Funded</th>
<th>Estimated Cost of Project</th>
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<td>C0337-FY2014 ELLICOTT CITY IMPROVEMENTS and ENHANCEMENTS</td>
<td>41-2021</td>
<td>$75,000,000</td>
<td>-</td>
<td>$195,000,000</td>
</tr>
</tbody>
</table>
This Bill, having been approved by the Executive and returned to the Council, stands enacted on April 6, 2022.

Michelle Harrod, Administrator to the County Council

This Bill, having been passed by the yeas and nays of two-thirds of the members of the Council notwithstanding the objections of the Executive, stands enacted on ________________, 2022.

Michelle Harrod, Administrator to the County Council

This Bill, having received neither the approval nor the disapproval of the Executive within ten days of its presentation, stands enacted on ________________, 2022.

Michelle Harrod, Administrator to the County Council

This Bill, not having been considered on final reading within the time required by Charter, stands failed for want of consideration on ________________, 2022.

Michelle Harrod, Administrator to the County Council

This Bill, having been disapproved by the Executive and having failed on passage upon consideration by the Council stands failed on ________________, 2022.

Michelle Harrod, Administrator to the County Council

This Bill, the withdrawal of which received a vote of two-thirds (2/3) of the members of the Council, is withdrawn from further consideration on ________________, 2022.

Michelle Harrod, Administrator to the County Council