

FROM	NAME & TITLE	Alfred H. Foxx, Director	CITY of BALTIMORE MEMO	
	AGENCY NAME & ADDRESS	Department of Transportation 417 E. Fayette Street, Room 527		
	SUBJECT	City Council Bill 09-0266		

TO

DATE: January 29, 2009

The Honorable President and Members
of the Baltimore City Council
c/o Karen Randle
Room 400 City Hall

I am herein reporting on City Council Bill 09-0266.

Maryland Department of Transportation-County Transportation Revenue Bonds-Series 2009.

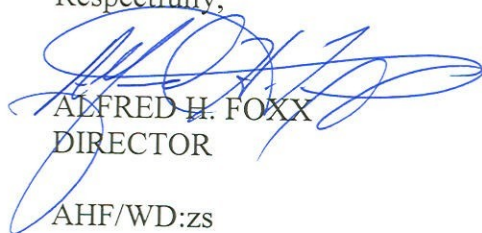
FOR the purpose of authorizing the Mayor and City Council of Baltimore to enter into an agreement with the Maryland Department of Transportation in connection with the participation by the City in the proceeds derived from the sale of certain bonds, to be known as Department of Transportation of Maryland - County Transportation Revenue Bonds, Series 2009 and to be issued pursuant to State Transportation Article, Title 3, Subtitle 5; authorizing the City to take any other action that may be necessary and proper to secure the share to which it is entitled of the proceeds derived from the sale of these bonds; and providing for a special effective date will be introduced into the City Council on behalf of the Administration (Department of Transportation).

The proposed bill authorizes the Mayor and City Council to enter into an agreement with the Maryland Department of Transportation in connection with the participation of the City in the proceeds generated by the sale of MDOT bonds. It further authorizes the City to take any other action to secure its share of the proceeds derived from the sale of the bonds.

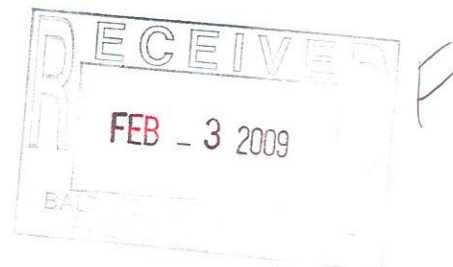
The City, and the other subdivisions, benefit from the State's superior bond rating. In exchange for its participation, the City agrees to pay its proportion of the principal and interest from its share of Highway User Revenues. This sale will bring \$30,000,000 to the City for the fiscal year beginning July of 2008. The proceeds will be used to fund capital projects as approved in the FY2008 Capital Improvement Program.

The Department of Transportation strongly supports the passage of this bill.

Respectfully,


ALFRED H. FOXX
DIRECTOR
 AHF/WD:zs

- cc: Ms. Angela C. Gibson
- Mr. Bill Driscoll
- Mr. Jamie Kendrick
- Mr. Frank Murphy



Visit our Website at www.baltimorecity.gov