CITY OF BALTIMORE

STEPHANIE RAWLINGS-BLAKE, Mayor



DEPARTMENT OF LAW

GEORGE A. NILSON, City Solicitor 101 City Hall Baltimore, Maryland 21202

May 18, 2015

The Honorable President and Members of the Baltimore City Council Attn: Executive Secretary Room 409, City Hall 100 N. Holliday Street Baltimore, Maryland 21202

> Re: City Council Bill 15-0522 – Poppleton Special Obligation Bonds

Dear President and City Council Members:

The Law Department has reviewed City Council Bill 15-0522 for form and legal sufficiency. The bill proposes to authorize the issuance of special obligation bonds in an amount not to exceed 58 million, three hundred eleven thousand dollars (\$58,311,000), for development of the Poppleton Development District (to be created by the companion bill 15-0521) and for improvements in or related to the Poppleton Special Tax District (to be created by the companion bill 15-0523) pursuant to the authority granted by Sections (62) and (62A) of Article II of the City Charter, respectively. Section (62A)(g)(3)(i) requires that there be a public hearing on this bill and that the date and time of the hearing be advertised in a newspaper of general circulation in the City for at least 10 days prior to the hearing. Baltimore City Charter, Art. II, $\S(62A)(g)(3)(i)$.

Section (62) of Article II of the City Charter requires that this bond ordinance specify the proposed undertaking, confirm that it meets the prerequisites for bond issuance in subsection (d) of Section (62), and provide the maximum principal amount of the bonds to be issued. City Charter, Art. II, §(62)(f). The ordinance may also authorize the Board of Finance by resolution to set the terms of the public or private sale of the bonds. City Charter, Art. II, §(62)(h)(4).

Additionally, Section (62A) of Article II of the City Charter requires that this bond ordinance describe the proposed undertaking, confirm that it meets the prerequisites for bond issuance in subsection (e) of Section (62A), specify the maximum amount of principal and the maximum rates of interest for the bonds and covenant to levy taxes annually in an amount at least sufficient to cover the principal and interest on the bonds. City Charter, Art. II, $\S(62A)(g)(1)$. It may also address other issues such as the form of the bonds, the time they will be issued or how the bonds may be called for redemption. City Charter, Art. II, §(62A)(g)(2).

However, the bill refers to an "Alternate Custodian of the City Seal." There is only one Custodian of the City Seal, who is designated by the Director of Finance pursuant to Section 18 of Article VII of the City Charter. In the event an alternate were needed, the Director of Finance could designate a new person to be the Custodian. An appropriate amendment is attached to remove this reference.

Finally, the Law Department notes that City Council Bill 15-0521 and 15-0523 must also pass for this bill to be legally sufficient, as those other bills contain provisions necessary under the City Charter to effectuate the issuance of the special obligation bonds referred to in this bill.

With this amendment, the bill conforms to the requirements of the City Charter. Assuming it passes along with City Council Bill 15-0521 and 15-0523, the advertising requirement has been met, and the bill is amended as noted herein, the Law Department approves it for form and legal sufficiency.

Very truly yours,

Hilary Ruley Chief Solicitor

cc: George Nilson, City Solicitor

Angela C. Gibson, Mayor's Legislative Liaison Elena DiPietro, Chief Solicitor, General Counsel Division

Victor Tervala, Chief Solicitor
Jennifer Landis, Assistant Solicitor