

Code of Maryland, 1957 Edition as amended, to amend Section 188P "TAX ANTICIPATION BORROWING" of the Municipal Charter of the Town of Ocean City, Maryland by eliminating from said section of said charter the matter hereinafter enclosed in double parentheses, and by adding to said section of said charter new matter hereinafter underscored as follows:

"188P. TAX ANTICIPATION BORROWING: The town shall have the power to borrow in anticipation of the collection of the property tax levied OR TO BE LEVIED for [that] A DESIGNATED fiscal year, and to issue tax anticipation notes or other evidences of indebtedness as evidence of such borrowing. Such tax anticipation notes or other evidences of indebtedness shall be a first lien upon the proceeds of such tax and shall mature and be paid not later than six months after the [beginning] END [of the fiscal year in which they are issued] OF THE DESIGNATED FISCAL YEAR, BUT IN NO EVENT SHALL THEY BE PAID LATER THAN EIGHTEEN MONTHS FROM THE DATE OF THEIR ISSUANCE. No tax anticipation notes or other evidences of indebtedness shall be issued which will cause the total tax anticipation indebtedness of the town to exceed fifty per centum (50%) of the property tax levy OR ANTICIPATED PROPERTY TAX LEVY for the fiscal year [in] FOR which such notes or other evidences of indebtedness shall be authorized by ordinance before being issued. The council shall have the power to regulate all matters concerning the issuance and sale of tax anticipation notes."

The Section 188P so amended shall read as follows:

188P. TAX ANTICIPATION BORROWING: The town shall have the power to borrow in anticipation of the collection of the property tax, levied or to be levied, for a designated fiscal year, and to issue tax anticipation notes or other evidences of indebtedness as evidence of such borrowing. Such tax anticipation notes or other evidences of indebtedness shall be a first lien upon the proceeds of such tax and shall mature and be paid not later than six months after the end of the designated fiscal year, but in no event shall they be paid later than eighteen months from the date of their issuance. No tax anticipation notes or other evidences of indebtedness shall be issued which will cause the total tax anticipation indebtedness of the town to exceed fifty per centum (50%) of the property tax levy or anticipated property tax levy for the fiscal year for which said notes or other evidences of indebtedness shall be authorized by ordinance before being issued. The council shall have the power to regulate all matters concerning the issuance and sale of tax anticipation notes.

Resolved this 3rd day of April, 1971, upon motion, seconded and carried unanimously.

Daniel Trimper, IV
Council President

Harry W. Kelly, Mayor

William Purnell, Jr.
Council Secretary

AMENDMENT TO THE CHARTER