

**ANNE ARUNDEL COUNTY, MARYLAND
OFFICE OF THE BUDGET**

BILL NO. 12-17

DATE: February 17, 2017

FISCAL NOTE

BILL: AN ORDINANCE CONCERNING: THE CREATION OF A SPECIAL TAXING DISTRICT TO BE DESIGNATED AS “ODENTON TOWN CENTER SPECIAL TAXING DISTRICT I” LOCATED WITHIN ANNE ARUNDEL COUNTY, MARYLAND (THE “COUNTY”); THE CREATION OF A SPECIAL FUND RELATING TO SUCH SPECIAL TAXING DISTRICT; PROVIDING FOR THE LEVY OF A SPECIAL TAX; PROVIDING FOR THE FINANCING OF CERTAIN INFRASTRUCTURE IMPROVEMENTS RELATING TO THE ODENTON TOWN CENTER SPECIAL TAXING DISTRICT I AND THE ODENTON TOWN CENTER DEVELOPMENT DISTRICT WITH SUCH INFRASTRUCTURE IMPROVEMENTS BEING WITHIN THE BOUNDARIES OF A TRANSIT-ORIENTED DEVELOPMENT PREVIOUSLY DESIGNATED BY THE COUNTY; THE AUTHORIZATION OF THE PLEDGE BY THE COUNTY UNDER ONE OR MORE AGREEMENTS OF AMOUNTS IN THE SPECIAL TAX FUND AND THE ODENTON TOWN CENTER DEVELOPMENT DISTRICT TAX INCREMENT FUND TO BE PAID OVER TO SECURE ONE OR MORE SERIES OF BONDS OR OTHER INDEBTEDNESS ISSUED BY MARYLAND ECONOMIC DEVELOPMENT CORPORATION IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$16,400,000 TO FINANCE COSTS OF CERTAIN INFRASTRUCTURE IMPROVEMENTS RELATING TO THE ODENTON TOWN CENTER DEVELOPMENT DISTRICT AND THE ODENTON TOWN CENTER SPECIAL TAXING DISTRICT I.

SUMMARY OF LEGISLATION

This bill creates a new special taxing district that is a portion of the tax increment district created by Resolution No. 42-14 as amended by Resolution 8-17, the Odenton Town Center Development District. The bill also creates a special fund for the special taxing district to receive the funds from a special tax, if a special tax authorized by the bill is levied. The bill authorizes the special fund to serve as security for up to \$16.4 million of bonds issued by the Maryland Economic Development Corporation (MEDCO), issued to finance costs of certain infrastructure improvements relating to a transit-oriented development previously designated by the County. The bonds are first secured by the tax increment generated from the Odenton Town Center Development District, and BRAC funds as provided in Resolution No. 42-14. If those funds are insufficient to meet annual debt service on the bonds and related administrative expenses, the levy of a special tax sufficient to provide for the payment of those costs is authorized.

FISCAL IMPACT

The bonds issued by MEDCO to finance the public improvements do not constitute a general obligation debt of the County or a pledge of the County’s full faith and credit or taxing power except for the special tax levied. The bonds will be repaid by the tax increment generated from the Odenton Town