

Resolution No. 01-002  
Introduced: 8-8-01  
Adopted: 10-10-01  
Effective: 11-29-01

RESOLUTION  
OF THE  
TOWN OF CHEVY CHASE

SUBJECT: Amendment to Article V, Section 516 of Town Charter entitled "Borrowing of Money"

WHEREAS, Article 23A Section 13 of the Annotated Code of Maryland authorizes the Town Council to initiate a proposed amendment to the Town Charter; and

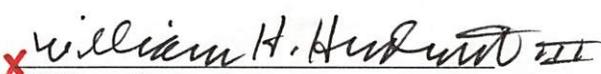
WHEREAS, the State of Maryland adopted Senate Bill 626 to provide that all references in the charters of municipalities relating to the borrowing of money based upon the assessed value of real property in the municipality be changed to reflect that any such borrowing would be based upon the full cash value of all such property in the municipality; and

WHEREAS, the Town Council wishes to amend Article V, Section 516(b) of the Town Charter entitled "Borrowing of Money" to comply with State law.

NOW THEREFORE BE IT ENACTED that Article V, Section 516(b) of the Town Charter entitled "Borrowing of Money" is amended to read as follows:

(b) No funds shall be borrowed hereunder and no bonds, notes or certificates of indebtedness shall be issued hereunder, if, by such issuance, the total sum or sums of such bonds, notes or certificates of indebtedness, plus the sums of all outstanding and unpaid bonds, notes or certificates of indebtedness issued hereunder prior thereto shall exceed three (3) percentum of the then full cash value of all real property taxable by the council at the full tax rate of the town. In determining whether said debt limitation shall have been reached at any time, the town shall not take into account any of its indebtedness other than that incurred pursuant to the authority hereof, nor shall it take into account any bonds, notes or certificates of indebtedness issued in pursuance of said authority which have been retired at maturity or purchased by it in advance of maturity.

ATTEST:

  
William Hudnut

TOWN OF CHEVY CHASE  
  
Dennis Wood, Mayor