

COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND
2012 Legislative Session

Bill No. CB-60-2012

Chapter No. 52

Proposed and Presented by The Chair (by request – County Executive)

Introduced by Council Members Harrison and Davis

Co-Sponsors _____

Date of Introduction October 2, 2012

BILL

1 AN ACT concerning

2 The Issuance and Sale of General Obligation
3 Stormwater Management Bonds

4 For the purpose of authorizing and empowering Prince George's County, Maryland to issue and
5 sell an amount not to exceed Twenty-Four Million Six Hundred Seventy-Three Thousand
6 Dollars (\$24,673,000) in aggregate principal amount of general obligation stormwater
7 management bonds for the purpose of providing funds for financing in whole or in part costs of
8 the planning, acquisition, construction, reconstruction, establishment, extension, enlargement,
9 demolition or purchase of certain capital projects set forth in the capital budget of the County for
10 the fiscal year ending June 30, 2012, constituting facilities (including without limitation any
11 land, interest in land or equipment) for the control and disposition of storm and surface waters,
12 including floodproofing, flood control or navigation programs and other stormwater programs
13 and systems, environmental restoration and/or wetlands construction, and the protection,
14 conservation, creation and acquisition of certain property described in the Maryland Annotated
15 Code Environment Article consistent with federal and Maryland laws and regulations on the
16 subject of nontidal and private wetlands, as applicable, including describing the capital projects
17 to be financed in whole or in part from the proceeds of the bonds hereby authorized and the
18 estimated costs thereof; prescribing or providing for the procedures for the issuance and sale of
19 such bonds, including at private (negotiated) sale or public sale; authorizing the County to
20 reimburse itself for certain expenditures paid before the issuance of the bonds authorized hereby
21 in accordance with applicable Income Tax Regulations; authorizing the consolidation of such

1 bonds with other bonds for purposes of such sale; directing the application of the proceeds of
2 such bonds; providing for the levy and collection of taxes necessary for the payment of the
3 principal of and interest on such bonds when due; authorizing and empowering the County to
4 issue and sell an amount not to exceed Twenty-Four Million Six Hundred Seventy-Three
5 Thousand Dollars (\$24,673,000) in general obligation stormwater management bond anticipation
6 notes in anticipation of the issuance and sale of the bonds authorized hereby; providing for the
7 issuance of such bond anticipation notes in the form of commercial paper or revolving loan
8 notes; providing for the issuance of such bond anticipation notes and the bonds authorized
9 hereby in the form of variable rate demand obligations; authorizing certain determinations to be
10 made in connection with the sale of any such bond anticipation notes; authorizing the
11 consolidation of such bond anticipation notes with other notes for purposes of such sale;
12 providing for the levy and collection of taxes necessary for the payment of the principal of and
13 interest on such bond anticipation notes when due and covenanting to issue the bonds in
14 anticipation of which such notes are issued; authorizing and empowering the County to issue,
15 sell and deliver general obligation stormwater management refunding bonds for the purpose of
16 refunding all or a part of the bonds authorized hereby in an aggregate principal amount not to
17 exceed 150% of the outstanding principal amount of the bonds to be refunded thereby, the
18 proceeds of such refunding bonds to be used for the public purpose of providing funds sufficient
19 to pay principal of, redemption premium, if any, and interest on such refunded bonds at the
20 respective maturity, redemption, and interest payment dates of such refunded bonds; prescribing
21 or providing for the procedure for the issuance and sale of such refunding bonds; empowering
22 the County Executive to determine the time and method for the sale of such refunding bonds and
23 other details with respect to the sale of such refunding bonds; providing for the levy and
24 collection of taxes necessary for the payment of the principal of and interest on such refunding
25 bonds when due; covenanting or providing for the making of certain covenants on matters
26 relating to the tax-exempt status of interest on such bonds, bond anticipation notes and refunding
27 bonds, as applicable; providing for compliance with Securities and Exchange Commission Rule
28 15c2-12; providing for the authorization of and entry into interest rate exchange agreements or
29 contracts in connection with or incidental to any of the obligations authorized by this Act;
30 authorizing the County Executive to delegate to appropriate officials the power to make certain
31 determinations and sign certain documents, certificates or agreements authorized to be made or

1 signed by the County Executive herein; and otherwise generally determining or providing for the
2 determination of certain matters in connection with the issuance, sale and delivery of the
3 stormwater management bonds, bond anticipation notes and refunding bonds authorized by this
4 Act.

5 SECTION 1. BE IT ENACTED by the County Council of Prince George's County,
6 Maryland, that that the issuance, sale and delivery of general obligation stormwater management
7 bonds (the "Bonds") of Prince George's County, Maryland (the "County"), in one or more series
8 from time to time in an aggregate principal amount not exceeding Twenty-Four Million Six
9 Hundred Seventy-Three Thousand Dollars (\$24,673,000) is hereby authorized, pursuant to Title
10 24 of Article 24 of the Annotated Code of Maryland, as amended, replaced or recodified from
11 time to time ("Title 24"), in order to finance in whole or part costs of the planning, acquisition,
12 construction, reconstruction, establishment, extension, enlargement, demolition or purchase of
13 capital projects (the "Authorized Projects") listed in the table set forth in Attachment 1, attached
14 to and made a part of this Act (the "Table of Projects"), constituting facilities (including without
15 limitation land, interests in land or equipment) for the control and disposition of storm and
16 surface waters, including floodproofing, flood control or navigation programs, environmental
17 restoration and wetlands construction, and other stormwater programs and systems,
18 environmental restoration and/or wetlands construction, and the protection, conservation,
19 creation and acquisition of certain property described in the Maryland Annotated Code
20 Environment Article consistent with federal and Maryland laws and regulations on the subject of
21 nontidal and private wetlands, as applicable. Each Authorized Project is described in the Capital
22 Budget of the County for the fiscal year ended June 30, 2012 under the heading set forth in the
23 Table of Projects and has the identification number set forth in the Table of Projects. The
24 descriptions of the Authorized Projects contained in the Capital Budget are incorporated herein
25 by reference as if set forth fully herein. The powers granted under this Act are additional and
26 cumulative, and the bonds authorized by this Act may be issued, notwithstanding that other bond
27 acts or laws may provide for the same or similar purposes. This Act does not modify or repeal
28 any prior acts granting bond issuing authority for the same or similar purposes.

29 SECTION 2. BE IT FURTHER ENACTED that the attached Table of Projects lists the
30 Authorized Projects that are to be financed in whole or in part with the proceeds of the Bonds,
31 the currently estimated cost of each Authorized Project thereof (the "Total Authorized Amount")

1 and the portion of the Total Authorized Amount of each Authorized Project to be financed
2 hereunder (the "Amount of Bonds Requested").

3 It is hereby recognized and acknowledged that the information regarding the Total
4 Authorized Amount and the Amount of Bonds Requested for each Authorized Project set forth in
5 the Table of Projects is derived from information and estimates referenced in the Capital Budget
6 and the Capital Improvement Program of the County for fiscal years 2012 through 2017,
7 inclusive (the "Capital Improvement Program"), and is necessarily subject to change because of
8 corresponding changes in construction and other costs, project time schedules, and other
9 circumstances not now known or anticipated. It is the purpose and intent of this Act to authorize
10 the borrowing of money to finance the Authorized Projects as such projects are referenced in the
11 Capital Budget and Capital Improvement Program and in any amended or subsequent capital
12 budget or capital improvement program. To implement the intent and purpose of this Act in the
13 most expeditious manner, the County Executive of the County (the "County Executive") may (i)
14 add to the Table of Projects any project contained in the Capital Improvement Program or in any
15 amended or subsequent capital budget or capital improvement program, provided that such
16 project is a project that may be financed by bonds issued pursuant to Title 24 and this Act; (ii)
17 delete any Authorized Project from the Table of Projects; and (iii) revise the amounts set forth in
18 the Table of Projects representing the Total Authorized Amount and the Amount of Bonds
19 Requested for any Authorized Project to be consistent with the information set forth in regard to
20 such project in any amended or subsequent capital budget or capital improvement program. In
21 the event that the Amount of Bonds Requested for an Authorized Project is less than the amount
22 appropriated for such project in the Capital Budget or any amended or subsequent capital budget
23 and the entire principal amount of bonds issued for the Authorized Projects is not required for
24 such projects, the County Executive may revise the Table of Projects to increase the Amount of
25 Bonds Requested of such Authorized Project to an amount not to exceed the appropriated
26 amount for such project and, correspondingly, may reduce the Amount of Bonds Requested of
27 such other Authorized Projects and make other appropriate adjustments. Nothing contained in
28 this Act shall be deemed to preclude the County Council by resolution from effecting such a
29 revision in the Table of Projects. The authority granted in this Act to revise the Table of Projects
30 shall not be construed to permit an increase in the aggregate principal amount of Bonds to be
31 issued pursuant to this Act or to effect results inconsistent with applicable laws, including

1 without limitation Title 24.

2 The County expects that certain costs of the Authorized Projects will be paid before the
3 date of issuance of the Bonds (or other obligations of the County to be issued after the date of
4 adoption of this Act) from a source of funds other than a County borrowing (each, a "Prior
5 Expenditure" and collectively, the "Prior Expenditures"). The County Executive may cause a
6 portion of the proceeds of the Bonds (or other obligations of the County to be issued after the
7 date of adoption of this Act) to be used to reimburse the County for Prior Expenditures paid no
8 earlier than 60 days before the date of adoption of the Capital Improvement Program. In
9 accordance with Section 1.150-2 of the Income Tax Regulations, the maximum principal amount
10 of obligations expected to be issued for the Authorized Projects is set forth in the Table of
11 Projects. The County recognizes that, under Section 1.150-2 of the Income Tax Regulations, the
12 use of proceeds of the Bonds to reimburse the County for a Prior Expenditure (other than certain
13 de minimis or preliminary expenditures described in Section 1.150-2(f) of the Income Tax
14 Regulations) generally will be permitted only to the extent that: (i) the Prior Expenditure
15 constitutes a capital expenditure for federal income tax purposes; (ii) the Prior Expenditure was
16 paid not earlier than 60 days before the date of adoption of the Capital Improvement Program;
17 and (iii) the allocation of proceeds of the Bonds to such reimbursement is made not later than 18
18 months after the later of (a) the date the Prior Expenditure was paid, or (b) the date the applicable
19 Authorized Project is placed in service or abandoned, but in no event more than three years after
20 the Prior Expenditure was paid.

21 SECTION 3. BE IT FURTHER ENACTED that as determined by the County Executive,
22 the Bonds (or any portion of them, as applicable) may be issued, sold and delivered as a single
23 series of Bonds or as two or more series of Bonds, or may be consolidated for issuance, sale and
24 delivery with other bonds of the County (including bonds sold for new money and/or refunding
25 purposes) as contemplated by Section 2C of Article 31 of the Annotated Code of Maryland, as
26 amended, replaced or recodified from time to time. The Bonds of each series issued solely
27 pursuant to the authority of this Act shall each be designated "Prince George's County, Maryland
28 Stormwater Management Bonds, Series 201_" and the Bonds of each series consolidated for
29 issuance with other bonds of the County as authorized by this Section 3 shall each be designated
30 "Prince George's County, Maryland Consolidated Stormwater Management Bonds, Series 201_"
31 and, in the event any such Bonds are issued at more than one time, the County Executive may

1 specify such additional designation as he shall deem appropriate. Moreover, the County
 2 Executive is hereby authorized to provide such other or alternative designation as he deems
 3 necessary or convenient.

4 Upon consolidation of any of the Bonds with general obligation bonds issued pursuant to
 5 Article 25A of the Annotated Code of Maryland, as amended, and determination of the County
 6 Executive, there shall be pledged to the payment of said Bonds the full faith and credit of the
 7 County and the power of the County to levy ad valorem taxes upon all the legally assessable
 8 property within the corporate limits of the County (in addition to the pledge and levy within the
 9 Stormwater Management District effected pursuant to Section 9 hereof). The Bonds
 10 consolidated with bonds issued pursuant to Article 25A may be designated "Prince George's
 11 County, Maryland General Obligation Consolidated Public Improvement Bonds, Series 201_."

12 SECTION 4. BE IT FURTHER ENACTED that, subject to and in accordance with the
 13 provisions of this Act, the County Executive shall determine all matters relating to the sale,
 14 issuance, delivery and payment of the Bonds, including all matters relating to the forms, dates
 15 and denominations of the Bonds, the dates and amounts of principal maturities, whether all or
 16 any portion of the Bonds shall be term bonds subject to mandatory sinking fund redemption and
 17 the dates and amounts of any such redemptions, the methods to be used in determining interest
 18 payable on the Bonds and the dates on which such interest is payable, the provision of bond
 19 insurance on all or any portion of the Bonds, and provisions for registration of the Bonds, for
 20 their redemption prior to stated maturity, and for the use of facsimile signatures or seals, whether
 21 the Bonds are to be issued in book-entry form and all matters incident to the issuance of the
 22 Bonds in book-entry form. The County Executive shall provide for the form, numbering, term
 23 and authentication of the Bonds and the form and manner of execution and delivery of all
 24 documents necessary or deemed appropriate in connection with the authorization, issuance,
 25 execution, sale, delivery and payment of and for the Bonds. The County Executive may provide
 26 that no Bonds shall be issued for certain Authorized Projects authorized by this Act to be
 27 financed by the Bonds and reduce the aggregate principal amount of Bonds to be issued
 28 accordingly. The County Executive may provide for a reduction in the aggregate principal
 29 amount of Bonds to be issued consistent with a determination of the minimum bond
 30 denomination size based on municipal security market practices regarding denomination size,
 31 and for a corresponding reduction in the principal amount of Bonds issued to finance the cost of

1 any Authorized Project. It is hereby recognized and acknowledged that, in order to manage
2 prudently the capital programs of the County, particularly in light of federal income tax laws and
3 regulations that impose penalties and other financial consequences for the failure to expend the
4 proceeds of tax-exempt bonds in a timely manner, the County Executive, pursuant to Section 3
5 of this Act, may provide for the financing of the Amount of Bonds Requested for an Authorized
6 Project by the issuance of Bonds at more than one time and from time to time. Notwithstanding
7 the provisions of Sections 2, 3 and 4 of this Act, no order of the County Executive permitted
8 under this Act shall authorize or permit a reduction in the principal amount of Bonds issued for
9 an Authorized Project below the amount for which the County Council has authorized temporary
10 borrowing from other County funds.

11 The County Executive may provide for certain maturities of the Bonds to be subject to prior
12 redemption at the option of the County. If the County Executive so provides and the Bonds are
13 issued with such option, then in the event that the County determines to exercise such option for
14 the purpose of effecting certain cost savings by refinancing a portion of the indebtedness
15 evidenced by the Bonds through the issuance and sale of refunding bonds, it is the intent of the
16 County that such refunding bonds be issued under the authority contained in Title 24 and that
17 such refunding bonds, if issued, shall constitute a refunding of indebtedness authorized by this
18 Act and shall not constitute additional indebtedness under such authority or under any other
19 authority. The aggregate principal amount of Bonds authorized to be issued hereunder may be
20 increased by a supplemental ordinance.

21 SECTION 5. BE IT FURTHER ENACTED that the County Executive shall determine
22 whether the Bonds shall be sold at public sale by electronic bids and/or written sealed proposals
23 or by private (negotiated) sale and the procedures to be followed in connection with any such
24 sale. Authority is hereby expressly delegated to the County Executive to (i) fix the date and the
25 time of the sale of the Bonds; (ii) determine the form and terms of any Notice of Sale; (iii) to
26 determine whether any Notice of Sale shall be disseminated in electronic form and/or whether
27 such Notice of Sale or a summary thereof shall be published in connection with any public sale
28 of the Bonds; and (iv) to award the Bonds at public sale or to approve the form and terms of, and
29 authorize the execution and delivery by and on behalf of the County of, a bond purchase
30 agreement with underwriters purchasing the Bonds in any private (negotiated) sale. The Bonds
31 may be sold at, above or below the par value thereof.

1 SECTION 6. BE IT FURTHER ENACTED that there may be printed on each of the Bonds
2 the text of the approving legal opinion of bond counsel or co-bond counsel with respect to such
3 Bonds. Any such printed text shall be certified to be a correct copy of said opinion by the
4 manual or facsimile signature of the County Executive.

5 The Bonds shall contain similar provisions and be in substantially the form set forth in
6 Attachment 2, attached hereto and made a part hereof, and Bonds issued substantially in
7 accordance with said form, with appropriate insertions as indicated, when properly executed and
8 authenticated as required by this Section 6 shall be deemed to constitute unconditional general
9 obligations of the County, to the payment of which, in accordance with the terms thereof, its full
10 faith and credit are pledged, and all the covenants and conditions contained in the Bonds shall be
11 deemed to be binding upon the County.

12 Authority is hereby conferred on the County Executive to complete, delete or modify the
13 blanks in such bond form with necessary information, to insert applicable paragraphs as
14 indicated or needed and to make such additions, deletions and substitutions in such bond form,
15 not inconsistent with this Act or the County Charter, as may be necessary or desirable for the sale
16 of the Bonds, including (without limitation) such additions, deletions and substitutions as may be
17 necessary or desirable in connection with the establishment or discontinuance of a book-entry
18 registration system for the Bonds and such changes as may be necessary to reserve to the County
19 the option to call for mandatory tender for purchase of all or any portion of the Bonds.

20 SECTION 7. BE IT FURTHER ENACTED that the County Executive may authorize on
21 behalf of the County the preparation and distribution of a preliminary official statement and a
22 final official statement or similar offering documents in connection with the issuance and sale of
23 the Bonds.

24 SECTION 8. BE IT FURTHER ENACTED that the proceeds of the sale of the Bonds,
25 including any premium and accrued interest received therefor, shall be paid directly to the
26 Director of Finance of the County, who shall deposit the same in the proper accounts of the
27 County. The costs of issuance of the Bonds shall be allocated to the Authorized Projects
28 financed by the Bonds and shall be charged to the appropriate debt service accounts of the
29 County by the Director of Finance. There shall be deducted from the total gross proceeds
30 received for the Bonds any amount received on account of accrued interest and premium on such
31 Bonds, which amounts shall be set apart by the Director of Finance in separate accounts and

1 applied to the first interest payment on the Bonds; provided that, if so determined by the County
 2 Executive, any premium on such Bonds may be applied to other purposes, including (without
 3 limitation) payment of the costs of issuance. The balance of the proceeds of the sale of the
 4 Bonds shall be expended by the County for costs of the Authorized Projects for which Bonds
 5 have been issued in accordance with this Act and the provisions of Title 24. If the principal
 6 amount of Bonds issued for any Authorized Project exceeds the amount needed to finance such
 7 Authorized Project, the excess shall be applied to any other Authorized Project or if no such
 8 Authorized Project requires additional funds, to any other capital project permitted by the laws of
 9 the State of Maryland (including without limitation Title 24) and of the County.

10 Unless otherwise provided by act or resolution of the County Council or by the County
 11 Executive pursuant to Section 11 of this Act, earnings derived from the investment of the
 12 proceeds of the Bonds may be treated as general revenues of the County and applied to general
 13 County purposes and such use of investment proceeds is hereby acknowledged and authorized.

14 SECTION 9. BE IT FURTHER ENACTED that, for the purpose of paying the interest and
 15 redeeming and paying the Bonds, as they respectively mature or become subject to mandatory
 16 redemption, the County shall include in the levy in each and every fiscal year during which any
 17 of the Bonds are outstanding a direct ad valorem tax upon all property assessed for tax purposes
 18 within the stormwater management district established by the County pursuant to Title 24 (the
 19 "Stormwater Management District") (except as otherwise provided therein) at a rate required to
 20 produce the amount needed to pay, in addition to the other costs of stormwater management to
 21 be paid for from amounts in the Stormwater Management District Fund (defined herein) pursuant
 22 to Title 24, for the interest on the Bonds payable during such fiscal year and the principal of all
 23 of the Bonds maturing or becoming subject to mandatory sinking fund redemption in each such
 24 fiscal year, and in the event the proceeds from taxes so levied in any such fiscal year shall prove
 25 insufficient for such purposes, additional taxes, unlimited as to rate or amount, shall be levied
 26 within the Stormwater Management District in succeeding fiscal years to make up such
 27 deficiency, all as authorized and provided for in Title 24. The County may apply to the payment
 28 of the principal of and interest on the Bonds any funds received by it from the State of Maryland,
 29 the United States of America, or any agency or instrumentality thereof, or from any other source,
 30 if such funds are granted for the purpose of assisting the County in obtaining public facilities of
 31 the class or classes of public facilities for which the Bonds, or the respective portions of the

1 Bonds, are authorized or may be otherwise lawfully applied to such payment; to the extent that
 2 any such funds are applied to such purposes in any fiscal year as provided herein, the taxes
 3 hereby required to be levied shall be reduced proportionately.

4 The full faith and credit of the County and the unlimited taxing power of the County are
 5 hereby irrevocably pledged both to the punctual payment of the maturing principal of and
 6 interest on the Bonds as and when such principal and interest respectively become due, and to
 7 the levy and collection of the taxes hereinabove prescribed as and when such taxes become
 8 necessary in order to provide sufficient funds to meet the debt service requirements of the Bonds.
 9 The County hereby solemnly covenants with each of the registered owners of any of the Bonds
 10 to take all action as may be appropriate from time to time during the period that any of the Bonds
 11 remain outstanding and unpaid to provide the funds necessary to make the principal and interest
 12 payments on the Bonds. The debt service requirements of the Bonds shall have a first and prior
 13 claim on all moneys of the Stormwater Management District Fund of the County established
 14 pursuant to Title 24 (the "Stormwater Management District Fund"), on a parity with the claim for
 15 moneys required for payment of debt service on all other County general obligation stormwater
 16 management bonds issued pursuant to the authority contained in Title 24, whether issued prior to
 17 or after the issuance of the Bonds, and the other purposes for which funds in the Stormwater
 18 Management District Fund may be disbursed pursuant to Title 24. The County further covenants
 19 and agrees with each of the registered owners of any of the Bonds to levy and collect the taxes
 20 hereinabove prescribed.

21 SECTION 10. BE IT FURTHER ENACTED that in the event any official of the County
 22 whose signature shall appear on any Bonds or on other instruments or documents pertaining
 23 thereto, shall cease to be such official prior to the delivery of the Bonds or other instruments or
 24 documents, or in the event that any official shall take office subsequent to the sale of the Bonds,
 25 his or her signature shall nevertheless be valid, sufficient and binding for the purposes herein
 26 intended.

27 SECTION 11. BE IT FURTHER ENACTED that the County Executive shall be the officer
 28 of the County responsible for the issuance of any Bonds within the meaning of the "arbitrage
 29 regulations" (defined below).

30 In the event that Bonds are issued pursuant to this Act with the expectation that interest on
 31 such Bonds will be excludable from gross income for federal income tax purposes, the County

1 Executive shall be the officer of the County responsible for the execution and delivery (on the
2 date of issuance of the Bonds) of a certificate of the County (the "Tax and Section 148
3 Certificate") which complies with the requirements of Section 148 of the Internal Revenue Code
4 of 1986, as amended ("Section 148"), and the applicable regulations thereunder (the "arbitrage
5 regulations"), and such official is hereby directed to execute the Tax and Section 148 Certificate
6 and to deliver the same to bond counsel or co-bond counsel on the date of the issuance of the
7 Bonds.

8 The County shall set forth in the Tax and Section 148 Certificate its reasonable expectations
9 as to relevant facts, estimates and circumstances relating to the use of the proceeds of the Bonds,
10 or of any moneys, securities or other obligations on deposit to the credit of any account of the
11 County which may be deemed to be proceeds of the Bonds pursuant to Section 148 or the
12 arbitrage regulations (collectively, "Bond Proceeds"). The County covenants that the facts,
13 estimates and circumstances set forth in the Tax and Section 148 Certificate will be based on the
14 County's reasonable expectations on the date of issuance of the Bonds and will be, to the best of
15 the certifying official's knowledge, true and correct, as of that date. The County shall also set
16 forth in the Tax and Section 148 Certificate any elections provided for or permitted under the
17 provisions of the Internal Revenue Code of 1986, as amended, that the official executing the Tax
18 and Section 148 Certificate deems advisable.

19 In the event that Bonds are issued pursuant to this Act with the expectation that interest on
20 such Bonds will be excludable from gross income for federal income tax purposes, the County
21 covenants with each of the registered owners of any of the Bonds that it will not make, or (to the
22 extent that it exercises control or direction) permit to be made, any use of the Bond Proceeds
23 which would cause the Bonds to be "arbitrage bonds" within the meaning of Section 148 and the
24 arbitrage regulations. The County further solemnly covenants that it will comply with Section
25 148 of the Internal Revenue Code of 1986, as amended, and the regulations thereunder which are
26 applicable to the Bonds on the date of issuance thereof and which may subsequently lawfully be
27 made applicable thereto as long as the Bonds remain outstanding and unpaid. The County
28 Executive is hereby authorized and directed to prepare or cause to be prepared and to approve
29 and execute, respectively, any certification, opinion or other document, including, without
30 limitation, the Tax and Section 148 Certificate which may be required to assure that the Bonds
31 will not be deemed to be "arbitrage bonds" within the meaning of Section 148 of the Internal

1 Revenue Code of 1986, as amended, and the regulations thereunder.

2 In the event that Bonds are issued pursuant to this Act with the expectation that interest on
3 such Bonds will be excludable from gross income for federal income tax purposes, the County
4 Executive may make such covenants or agreements in connection with the issuance of such
5 Bonds as he or she shall deem advisable in order to assure the registered owners of such Bonds
6 that interest thereon shall be and remain excludable from gross income for federal income tax
7 purposes, and such covenants or agreements shall be binding on the County so long as the
8 observance by the County of any such covenants or agreements is necessary in connection with
9 the maintenance of the exclusion of the interest on such Bonds from gross income for federal
10 income tax purposes. The foregoing covenants and agreements may include such covenants or
11 agreements on behalf of the County regarding compliance with the provisions of the Internal
12 Revenue Code of 1986, as amended, as the County Executive shall deem advisable in order to
13 assure the registered owners of such Bonds that the interest thereon shall be and remain
14 excludable from gross income for federal income tax purposes, including (without limitation)
15 covenants or agreements relating to the investment of Bond Proceeds, the payment of certain
16 earnings resulting from such investment to the United States (or certain payments in lieu thereof
17 as provided in the Internal Revenue Code of 1986, as amended), limitations on the times within
18 which, and the purpose for which, Bond Proceeds may be expended, or the use of specified
19 procedures for accounting for and segregating Bond Proceeds. Any covenant or agreement made
20 pursuant to this paragraph may be set forth in the Tax and Section 148 Certificate.

21 SECTION 12. BE IT FURTHER ENACTED that the County Executive is hereby
22 authorized to select and appoint a bank or other financial institution to act as paying agent for the
23 payment of the principal and redemption price, if any, of and interest on the Bonds and to act as
24 registrar for the Bonds. The selection of the paying agent and bond registrar shall be
25 accomplished in accordance with applicable provisions of law. In the event that the Bonds are
26 issued in book-entry form, the County Executive may determine that a bond registrar and paying
27 agent need not be designated or that the County shall act as bond registrar and paying agent.

28 SECTION 13. BE IT FURTHER ENACTED that the powers granted by this Act are
29 additional and cumulative and the bonds authorized by this Act may be issued, notwithstanding
30 that other bond acts or laws may provide for the issuance of other bonds or the borrowing of
31 money for the same or similar purposes on the same or other terms and conditions. This Act

1 shall be liberally construed to effectuate its purposes, namely, to authorize the borrowing of
2 money and the incurring of indebtedness to finance the Authorized Projects set forth in this Act.
3 Provisions of this Act shall be deemed met and satisfied if there is substantial compliance with
4 such provisions. This Act is not intended to provide or imply that this Act or any prior act not
5 containing a similar provision precludes the County from exercising any power or prerogative
6 provided by this Act or any other law whether exercised solely pursuant to such other law or in
7 conjunction with the powers provided by this Act so that, without limiting the generality of this
8 section, the County may exercise the power to issue (i) bond anticipation notes (in anticipation of
9 the issuance of bonds pursuant to this Act or otherwise) and grant anticipation notes pursuant to
10 Section 12 of Article 31 of the Annotated Code of Maryland, as amended, replaced, or recodified
11 from time to time, (ii) bonds (or any related bond anticipation or other notes) authorized by
12 Sections 12-201 to 12-213, inclusive, of the Economic Development Article of the Annotated
13 Code of Maryland, as amended, replaced, or recodified from time to time, (iii) loan obligations
14 authorized by Title 9, Subtitle 16 of the Environment Article of the Annotated Code of
15 Maryland, as amended, replaced, or recodified from time to time, and in exercising such powers,
16 the County may sell such notes, bonds or loan obligations at private (negotiated) sale as
17 authorized by these or any other applicable laws.

18 SECTION 14. BE IT FURTHER ENACTED that in order to avoid the issuance of a
19 greater amount of Bonds for the Authorized Projects listed in the Table of Projects than is needed
20 therefor, and in order to permit the construction of such projects to proceed prior to the issuance
21 of Bonds and at the same time afford the County maximum flexibility in selecting the most
22 advantageous times for such issuance, the County may provide needed capital funds by the issue
23 and sale of its bond anticipation notes (the "Notes") pursuant to the authority of Section 12 of
24 Article 31 of the Annotated Code of Maryland, as amended, replaced or recodified from time to
25 time (the "Bond Anticipation Note Act").

26 (1) The maximum principal amount of such Notes issued pursuant to this Section
27 which may be outstanding at any time shall not exceed Twenty-Four Million Six Hundred
28 Seventy-Three Thousand Dollars (\$24,673,000) unless and until otherwise provided by the
29 County Council by act. The proceeds of the sale of the Notes, after any payment from such
30 proceeds of the expenses of issuance of the Notes, shall be expended only on the public purposes
31 or any applicable portion thereof for which the Bonds are authorized. Twelve months' interest

1 on any issue of Notes, or any renewal thereof, may be paid from the proceeds, or from the
2 proceeds of the sale of the Bonds, accounting from the initial date of issue thereof, as determined
3 by the County Executive. The Notes may be paid at or prior to maturity from the proceeds of the
4 issuance and sale of the Bonds in anticipation of which the Notes were issued or from the
5 proceeds of refunding Notes. Except as otherwise provided herein, in the event of such an
6 advance refunding, the proceeds of such refunding Bonds or Notes shall be held in escrow, to the
7 extent and in the amount necessary to refund the outstanding series of Notes, for the benefit of
8 the holders of the outstanding series of Notes. Such refunding Notes, if issued, will constitute a
9 reissuance of the Notes authorized by this Act and shall not constitute additional indebtedness
10 under such authorization.

11 (2) All or any part of the Notes may be issued in series as funds are required, as
12 determined by the County Executive.

13 (3) The Notes may be sold at, above or below the par value thereof, including
14 Commercial Paper Notes (hereinafter defined) as hereinafter provided; none of such Notes shall
15 bear interest at a rate in excess of the maximum interest rate, if any, specified by the County
16 Council by public local law to be payable on obligations of Prince George's County, Maryland.

17 (4) With respect to any Notes issued, the County hereby covenants and agrees with
18 the holder or holders thereof to issue, upon its full faith and credit, the Bonds in anticipation of
19 the sale of which the Notes are issued when, and as soon as, the reason for deferring the issuance
20 thereof no longer exists and to pay the principal of and interest on (to the extent such interest has
21 not been capitalized, or otherwise paid, by appropriations from current revenues) such Notes
22 from the proceeds of such Bonds. This covenant shall be binding upon the County
23 notwithstanding any limitation set forth in this Act, including (without limitation) any limitation
24 with respect to the interest rate or rates that the Bonds may bear. If the County shall be unable,
25 for reasons beyond its control, to issue and sell its Bonds as described above, or if the proceeds
26 from the sale of such Bonds shall be insufficient to pay the principal of and interest on any Notes
27 issued, then the revenues from taxes and other sources intended for application to debt service on
28 such Bonds shall be applied to the payment of the interest on and principal of the Notes. The
29 foregoing provisions shall not be construed so as to prohibit the County from paying the
30 principal or redemption price of and interest on any Note issued hereunder from the proceeds of
31 the sale of any other Note issued hereunder, or from any other funds legally available for that

1 purpose.

2 If the County shall be unable, for reasons beyond its control, to issue and sell its Bonds,
3 or if the proceeds from the sale of such Bonds shall be insufficient to pay the principal of or
4 interest on any Notes issued, then the County shall include in the levy in each and every fiscal
5 year during which any of the Notes are outstanding a direct ad valorem tax upon all property
6 assessed for tax purposes within the Stormwater Management District (except as otherwise
7 provided in Title 24) at a rate required to produce the amount needed to pay, in addition to the
8 other costs of stormwater management to be paid from amounts in the Stormwater Management
9 District Fund pursuant to Title 24, for the interest on the Notes payable during such fiscal year
10 and the principal of all of the Notes maturing or becoming subject to mandatory sinking fund
11 redemption in each such fiscal year; and in the event the proceeds from taxes so levied in any
12 such fiscal year shall prove insufficient for such purposes, additional taxes, unlimited as to rate
13 and amount, shall be levied within the Stormwater Management District in succeeding fiscal
14 years to make up such deficiency, all as authorized and provided for in Title 24. The County may
15 apply to the payment of the principal of and interest on the Notes any funds received by it from
16 the State of Maryland, the United States of America, or any agency or instrumentality thereof, or
17 from any other source, if such funds are granted for the purposes of assisting the County in
18 obtaining public facilities of the class or classes of public facilities for which the Notes, or the
19 respective portions of the Notes, are authorized or may be otherwise lawfully applied to such
20 payment; to the extent that any such funds are applied to such purposes in any fiscal year as
21 provided herein, the taxes hereby required to be levied shall be reduced proportionately.

22 The full faith and credit of the County and the unlimited taxing power of the County
23 are hereby irrevocably pledged both to the punctual payment of the maturing principal of and
24 interest on the Notes as and when such principal and interest respectively become due, and to the
25 levy and collection of the taxes hereinabove prescribed as and when such taxes become
26 necessary in order to provide sufficient funds to meet the debt service requirement of the Notes.
27 The County hereby solemnly covenants with each of the owners of any of the Notes to take all
28 action as may be appropriate from time to time during the period that any of the Notes remain
29 outstanding and unpaid to provide the funds necessary to make the principal and interest
30 payments on the Notes. The debt service requirements of the Notes shall have a first and prior
31 claim on all moneys of the Stormwater Management District Fund on a parity with the claim for

1 moneys required for payment of debt service on all other County general obligation stormwater
2 management indebtedness issued pursuant to the authority contained in Title 24, whether issued
3 prior to or after the issuance of the Notes, and the other purposes for which funds in the
4 Stormwater Management District Fund may be disbursed pursuant to Title 24. The County
5 further covenants and agrees with each of the owners of any of the Notes to levy and collect the
6 taxes hereinabove prescribed.

7 (5) In the event that any Notes (the "Outstanding Notes") issued hereunder are
8 outstanding on the date that the Bonds in anticipation of which such Notes are issued are
9 delivered in exchange for the purchase price thereof (the "Delivery Date"), the Director of
10 Finance shall deposit with the paying agent for the Notes, or a trustee or escrow agent, on the
11 Delivery Date (i) cash in an amount equal to the principal of the Outstanding Notes and/or (ii)
12 direct obligations of, or obligations the payment of which is unconditionally guaranteed by, the
13 United States of America, the principal of and interest on which will be sufficient without
14 reinvestment to pay in a timely manner the principal of the Outstanding Notes when due whether
15 at maturity or upon prior redemption. Such paying agent or trustee or escrow agent is hereby
16 irrevocably directed to apply such cash or the proceeds of such obligations to the payment of the
17 principal of the Outstanding Notes when due whether at maturity or upon prior redemption. The
18 County may provide such cash or obligations from the proceeds of the sale of such Bonds or
19 from any other funds legally available for such purpose. On the Delivery Date, the Director of
20 Finance shall also deposit with the paying agent for the Outstanding Notes, or a trustee or escrow
21 agent (i) cash in an amount equal to the interest on the Outstanding Notes when due and/or (ii)
22 direct obligations of, or obligations the payment of which is unconditionally guaranteed by, the
23 United States of America, the principal of and interest on which will be sufficient without
24 reinvestment to pay in a timely manner interest on the Outstanding Notes when due, whether at
25 maturity, upon a regularly scheduled payment date or upon prior redemption. The County may
26 provide such cash obligations from the proceeds of the sale of Bonds available for that purpose
27 or from any other funds legally available for such purpose. Notwithstanding the foregoing, if
28 the Delivery Date and the date on which the Outstanding Notes mature are in different fiscal
29 years, and moneys for the payment of the interest on the Outstanding Notes have not been finally
30 appropriated in the fiscal year in which the Bonds are delivered, and if the Delivery Date is after
31 the date on which the budget for the succeeding fiscal year has been submitted to the County

1 Council and provision for the payment of the interest on such Outstanding Notes has been made
 2 in such budget, in lieu of the deposit of such cash or obligations for the payment of interest on
 3 the Outstanding Notes, the County Executive, the Director of Finance and/or the Chief
 4 Administrative Officer may deliver a certificate on the Delivery Date of the Bonds stating that
 5 funds sufficient to pay the interest on the Outstanding Notes have been included in the budget for
 6 the next succeeding fiscal year (it being provided by the Bond Anticipation Note Act that the
 7 Notes shall be payable from the first proceeds of the sale of the Bonds, or from the tax or other
 8 revenue which the County shall have previously determined to apply to the payment of the
 9 Bonds and the interest thereon). Upon the deposit with the paying agent for the Outstanding
 10 Notes, or a trustee or escrow agent, of cash and/or obligations sufficient to provide for the
 11 payment of the principal of and interest on such Notes when due, as described above, such Notes
 12 shall be deemed to be paid and no longer outstanding hereunder.

13 (6) With respect to the authorization, issuance, execution, sale, delivery and payment
 14 of and for any Notes, the County Executive may determine, approve or authorize or provide for:

- 15 (i) the identification of any series of Notes;
- 16 (ii) the form of any Notes;
- 17 (iii) the denominations of the Notes;
- 18 (iv) the maturity of any Notes;
- 19 (v) the manner of execution and authentication of any Notes;
- 20 (vi) the rate or rates of interest of any Notes or the manner for determining the
 21 same;
- 22 (vii) the interest payment dates of any Notes;
- 23 (viii) the redemption provisions applicable to any Notes;
- 24 (ix) the manner of sale of any Notes, which may be by private (negotiated) sale
 25 or at public sale, and the procedures to be followed in connection with any such sale;
- 26 (x) the form and manner of execution and delivery of documents necessary or
 27 deemed appropriate in connection with the authorization, issuance, execution, sale, delivery and
 28 payment of and for any Notes; and
- 29 (xi) such other matters not inconsistent with the provisions of this Act as are
 30 necessary or deemed appropriate to accomplishing the issuance and sale of Notes hereunder,
 31 including other matters specifically authorized by the Bond Anticipation Note Act.

1 (7) As determined by the County Executive, the Notes (or any portion of them, as
2 applicable) may be issued, sold and delivered as a single series of Notes or as two or more series
3 of Notes, or may be consolidated for issuance, sale and delivery with other Notes of the County
4 (including notes sold for new money and/or refunding purposes) as contemplated by Section 2C
5 of Article 31 of the Annotated Code of Maryland, as amended, replaced or recodified from time
6 to time.

7 (8) References to "Bonds" in Section 11 of this Act shall be deemed to include Notes.

8 (9) The authority conferred on the County Executive in Section 12 of this Act in
9 connection with the issuance of Bonds hereunder, with respect to the appointment of paying
10 agents and a registrar, may also be exercised with respect to the issuance and sale of Notes
11 hereunder.

12 (10) References to "bonds authorized by this Act" in Section 13 of this Act shall be
13 deemed to include Notes, unless the context clearly requires otherwise.

14 (11) Pursuant to the Bond Anticipation Note Act, the County is hereby authorized to
15 issue the aforementioned Notes as notes in the nature of commercial paper and to establish a
16 commercial paper program. Accordingly, the County is hereby authorized to issue two or more
17 separate and distinct series of its Notes, which may include (1) a series of its Notes in the nature
18 of tax-exempt commercial paper (the "Commercial Paper Notes") and (2) a series of its Notes in
19 connection with a liquidity facility, such as a revolving loan agreement, or a series of its Notes in
20 connection with a credit facility, such as a letter of credit and related agreements (collectively,
21 the "Revolving Loan Notes") (the Commercial Paper Notes and the Revolving Loan Notes being
22 collectively referred to herein as the "Program Notes"). The word "Notes," as used in this Act,
23 includes Program Notes, and it is intended that the provisions of this Act applying to Notes shall
24 include Program Notes unless the context clearly requires a contrary meaning.

25 For the purposes of this Act, the term "principal amount," when used with respect to
26 the Program Notes, shall mean (i) in the case of Commercial Paper Notes, the face amount of
27 any such Commercial Paper Note, less any original issue discount on such Commercial Paper
28 Note, and (ii) in the case of Revolving Loan Notes, the principal amount actually advanced under
29 the applicable liquidity facility or credit facility that is evidenced by any such Revolving Loan
30 Note. Accordingly, it is contemplated by this Act that the aggregate face amount of the Program
31 Notes that may be outstanding from time to time hereunder, together with other Notes issued

1 hereunder and outstanding from time to time, may exceed the aggregate principal amount of
 2 Notes authorized to be outstanding hereunder at any one time.

3 Without limiting the generality of other provisions of this Act, the County Executive
 4 may determine, approve, authorize or provide for:

5 (i) procedures to facilitate the prompt determination and approval of matters in
 6 connection with the authorization, issuance, execution, sale, delivery and payment of and for
 7 Program Notes;

8 (ii) the form and manner of execution and delivery of documents necessary or
 9 deemed appropriate in connection with the authorization, issuance, execution, sale, delivery and
 10 payment of and for Program Notes;

11 (iii) the selection of any trustee, issuing agent, payment agent, commercial paper
 12 dealer, credit or liquidity facility provider or other provider of financial or related services
 13 necessary or deemed appropriate to the authorization, issuance, execution, sale, delivery and
 14 payment of and for Program Notes; and

15 (iv) such other matters not inconsistent with this Act necessary or deemed
 16 appropriate to accomplishing the authorization, issuance, execution, sale, delivery and payment
 17 of and for Program Notes.

18 SECTION 15. BE IT FURTHER ENACTED that it is hereby found and determined as
 19 follows: (i) it is in the best interest of the County to be able to implement a flexible approach to
 20 borrowing (that is, one which provides the ability to utilize variable rate demand obligations, tax-
 21 exempt commercial paper and short-term municipal obligations [collectively, "Variable Rate
 22 Demand Obligations"]); (ii) there is an expanding market for Variable Rate Demand Obligations,
 23 which have varying and flexible maturities or redemption features, tender or purchase dates and
 24 bear interest at variable rates established by a remarketing agent on the basis of current market
 25 conditions, or combinations of such maturities or redemption, tender or purchase dates and rates
 26 and to access this market the County must establish procedures consistent with market practices
 27 for Variable Rate Demand Obligations; and (iii) existing practices in the market for Variable
 28 Rate Demand Obligations and existing requirements of nationally recognized rating agencies
 29 require that there be available to the issuer of Variable Rate Demand Obligations a supporting
 30 credit or liquidity facility, such as a letter of credit, line of credit or revolving loan agreement,
 31 pursuant to which an alternate source of borrowing will be available during any period in which

1 such obligations cannot be remarketed or sold.

2 Notes or Bonds are hereby authorized to be issued as short-term or demand obligations or
3 commercial paper, defined above as Variable Rate Demand Obligations, including obligations
4 that are required to be purchased or redeemed prior to stated maturity dates, bear interest at
5 variable rates and mature on dates established from time to time by a remarketing agent on the
6 basis of current market conditions. If any Bonds or Notes issued in accordance with this Section
7 15 provide for the mandatory redemption, tender or purchase thereof prior to stated maturity
8 dates, the form of Bond or Note (as the case may be) may provide, to the extent permitted by law
9 and determined by the County Executive that the full faith and credit and unlimited taxing power
10 of the County are pledged to the payment of the purchase or redemption price on the due dates
11 for such payments.

12 Without limiting the generality of other provisions of this Act, the County Executive may
13 determine, approve, authorize or provide for:

14 (i) procedures for the determination of the interest rates, the interest payment dates,
15 the maturities and any mandatory redemption, tender or purchase dates of Bonds or Notes
16 described in this Section 15 in order to implement the financing authorized hereby;

17 (ii) the form and manner of execution and delivery of documents necessary or
18 deemed appropriate in connection with the authorization, issuance, execution, sale, delivery and
19 payment of and for Variable Rate Demand Obligations;

20 (iii) the selection of any trustee, issuing agent, paying agent, tender agent, credit or
21 liquidity facility provider or other provider of financial or related services necessary or deemed
22 appropriate to the authorization, issuance, execution, sale, delivery and payment of and for
23 Variable Rate Demand Obligations; and

24 (iv) such other matters not inconsistent with this Act necessary or deemed appropriate
25 to accomplishing the authorization, issuance, execution, sale, delivery and payment of and for
26 Variable Rate Demand Obligations.

27 SECTION 16. BE IT FURTHER ENACTED that Section 24 of Article 31 of the
28 Annotated Code of Maryland, as amended, replaced or recodified from time to time (the
29 "Refunding Act"), provides that refunding bonds may be issued by the County for certain public
30 purposes specified in the Refunding Act, including realizing savings to the County in the
31 aggregate cost of debt service on either a direct comparison or present value basis or debt

1 restructuring that in the aggregate effects such a reduction in the cost of debt service. The
2 County Council of Prince George's County, Maryland, hereby finds and determines that the
3 issuance of refunding bonds pursuant to the terms and requirements of this Act in order to refund
4 all or a portion of the outstanding principal amount of the Bonds will effectuate and accomplish
5 the public purpose of realizing savings to the County in the aggregate cost of debt service on
6 either a direct comparison or a present value basis or of debt restructuring that in the aggregate
7 effects such a reduction in the cost of debt service.

8 SECTION 17. BE IT FURTHER ENACTED that, acting pursuant to the authority of the
9 Refunding Act and, as applicable, Article 25A of the Annotated Code of Maryland, as amended,
10 replaced or recodified from time to time ("Article 25A"), the County Charter, this Act and certain
11 other authority pursuant to which the Bonds will be issued, the issuance and sale of bonds (the
12 "Refunding Bonds") of Prince George's County, Maryland, which may be issued in one or more
13 series from time to time as hereinafter provided, are hereby authorized in an aggregate principal
14 amount not to exceed 150% of the aggregate outstanding principal amount of the Bonds to be
15 refunded thereby (the "Refunded Bonds") in order to provide funds sufficient (a) to purchase
16 direct obligations of, or obligations the timely payment of the principal of and interest on which
17 is unconditionally guaranteed by, the United States of America ("Government Obligations"), the
18 principal of and interest on which will be sufficient without reinvestment, together with any
19 available cash, to pay in a timely manner all or any part of the principal of and redemption
20 premium, if any, and interest on the Refunded Bonds, and (b) to pay any and all other costs
21 permitted to be paid from the proceeds of such Refunding Bonds under the Refunding Act,
22 including (without limitation) funded interest, the costs of issuance of such Refunding Bonds
23 (including without limitation any bond insurance premium payable by the County) and
24 applicable underwriting fees.

25 SECTION 18. BE IT FURTHER ENACTED that the Refunding Bonds hereby authorized
26 may be sold for a price at, above, or below par, plus, if so determined by the County Executive,
27 accrued interest to the date of delivery. The Refunding Bonds shall be sold at private
28 (negotiated) sale, and such procedure is hereby determined to be in the public interest due to the
29 ability to negotiate flexible terms and achieve a beneficial interest rate or rates and the flexibility
30 to time the date of sale to maximum savings or achieve other public purposes permitted by the
31 Refunding Act. Notwithstanding the foregoing, if the County Executive subsequently

1 determines that it is in the best interests of the County to sell any or all of the Refunding Bonds
2 after first soliciting competitive bids at public sale, then the County Executive may provide for
3 the sale of such Refunding Bonds in such manner and in accordance with such procedures as he
4 or she shall deem appropriate; provided, however, that such procedures shall be substantially
5 similar to the procedures for public sale with competitive bidding normally used by the County
6 in connection with the sale of its general obligation bonds. Refunding Bonds issued hereunder
7 are hereby specifically exempted from the provisions of Sections 10 and 11 of Article 31 of the
8 Annotated Code of Maryland, as amended, replaced or recodified.

9 SECTION 19. BE IT FURTHER ENACTED that as determined by the County Executive,
10 the Refunding Bonds (or any portion of them, as applicable) may be issued, sold and delivered as
11 a single series of Refunding Bonds or as two or more issues of Refunding Bonds, or may be
12 consolidated for issuance, sale and delivery with other bonds of the County (including bonds
13 sold for new money and/or refunding purposes) as contemplated by Section 2C of Article 31 of
14 the Annotated Code of Maryland, as amended, replaced or recodified from time to time. The
15 Refunding Bonds of each series sold solely pursuant to the authority of this Act shall each be
16 designated "Prince George's County, Maryland Stormwater Management Bonds, 201_
17 Refunding Series," and the Refunding Bonds of each series consolidated for issuance with other
18 bonds of the County as authorized by this Section 19 shall each be designated "Prince George's
19 County, Maryland Consolidated Stormwater Management Bonds, Refunding Series 201_", and,
20 in the event any such Refunding Bonds are issued at more than one time, the County Executive
21 may specify such additional designation as he or she shall deem appropriate. Moreover, the
22 County Executive is hereby authorized to provide such other or alternative designation as he or
23 she deems necessary or convenient.

24 Upon consolidation of any of the Refunding Bonds with general obligation bonds issued
25 pursuant to Article 25A of the Annotated Code of Maryland, as amended, and determination of
26 the County Executive, there shall be pledged to the payment of said Refunding Bonds the full
27 faith and credit of the County and the power of the County to levy ad valorem taxes upon all the
28 legally assessable property within the corporate limits of the County (in addition to the pledge
29 and levy within the Stormwater Management District effected pursuant to Section 21 hereof).
30 The Bonds consolidated with bonds issued pursuant to Article 25A may be designated "Prince

1 George's County, Maryland General Obligation Consolidated Public Improvement Bonds, Series
2 201_.”

3 SECTION 20. BE IT FURTHER ENACTED that pursuant to Section 22 of this Act, the
4 County Executive shall determine (a) the principal amounts and maturities of each series of
5 Refunding Bonds to be issued and (b) the portions of each series of Refunded Bonds to be
6 refunded with the proceeds of each series of Refunding Bonds; provided, however, that the
7 issuance of any series of Refunding Bonds to refund all or any portion of one or more series of
8 Refunded Bonds will effectuate and accomplish the public purpose of realizing savings to the
9 County in the aggregate cost of debt service on either a direct comparison or a present value
10 basis with respect to the portion of any series of Refunded Bonds being refunded or debt
11 restructuring that in the aggregate effects such a reduction in the cost of debt service.

12 There may be printed on the reverse side of each series of Refunding Bonds issued
13 hereunder the text of the applicable approving legal opinion with respect thereto, and any such
14 text shall be duly certified by the manual or facsimile signature of the County Executive of the
15 County.

16 Each series of Refunding Bonds shall be in the form set forth in Attachment 2 attached to
17 and made a part of this Act with such changes in designation and purpose to reflect that such
18 Refunding Bonds are refunding bonds, and Refunding Bonds issued substantially in compliance
19 with such form, with appropriate insertions as therein indicated, when properly executed and
20 authenticated as described above, shall be deemed to constitute unconditional general obligations
21 of the County, to the payment of which, in accordance with the terms thereof, its full faith and
22 credit are pledged, and all the covenants and conditions contained in such Refunding Bonds shall
23 be deemed to be binding upon the County in accordance therewith. Authority is hereby
24 conferred on the County Executive to fill the blanks in such form with the required information,
25 to insert applicable paragraphs as indicated and to make such additions, deletions and
26 substitutions in such form, not inconsistent with this Act or the Refunding Act, as may be
27 necessary or desirable in the sale of any such series of Refunding Bonds, including (without
28 limitation) such changes as may be necessary to permit the establishment of a central depository
29 or book-entry system with respect to such series of Refunding Bonds.

30 SECTION 21. BE IT FURTHER ENACTED that, for the purpose of paying the interest
31 and redeeming and paying the Refunding Bonds, as they respectively mature or become subject

1 to mandatory redemption, the County shall include in the levy in each and every fiscal year
2 during which any of the Refunding Bonds are outstanding a direct ad valorem tax upon all
3 property assessed for tax purposes within the Stormwater Management District (except as
4 otherwise provided pursuant to Title 24) at a rate required to produce the amount needed to pay,
5 in addition to the other costs of stormwater management to be paid for from amounts in the
6 Stormwater Management District Fund, for the interest on the Refunding Bonds payable during
7 such fiscal year and the principal of all of the Refunding Bonds maturing or becoming subject to
8 mandatory redemption in each such fiscal year; and in the event the proceeds from taxes so
9 levied in any such fiscal year shall prove insufficient for such purposes, additional taxes,
10 unlimited as to rate or amount, shall be levied within the Stormwater Management District in
11 succeeding fiscal years to make up such deficiency, all as authorized and provided for in Title
12 24. The County may apply to the payment of the principal of and interest on the Refunding
13 Bonds any funds received by it from the State of Maryland, the United States of America, or any
14 agency or instrumentality thereof, or from any other source, if such funds are granted for the
15 purpose of assisting the County in obtaining public facilities of the class or classes of public
16 facilities for which the Refunding Bonds, or the respective portions of the Refunding Bonds, are
17 authorized or may be otherwise lawfully applied to such payment; to the extent that any such
18 funds are applied to such purposes in any fiscal year as provided herein, the taxes hereby
19 required to be levied shall be reduced proportionately.

20 The full faith and credit of the County and the unlimited taxing power of the County are
21 hereby irrevocably pledged both to the punctual payment of the maturing principal of and
22 interest on the Refunding Bonds as and when such principal and interest respectively become
23 due, and to the levy and collection of the taxes hereinabove prescribed as and when such taxes
24 become necessary in order to provide sufficient funds to meet the debt service requirements of
25 the Refunding Bonds. The County hereby solemnly covenants with each of the registered
26 owners of any of the Refunding Bonds to take all action as may be appropriate from time to time
27 during the period that any of the Refunding Bonds remain outstanding and unpaid to provide the
28 funds necessary to make the principal and interest payments on the Refunding Bonds. The debt
29 service requirements of the Refunding Bonds shall have a first and prior claim on all moneys of
30 the Stormwater Management District Fund on a parity with the claim for moneys required for
31 payment of debt service on all other County general obligation stormwater management bonds

1 issued pursuant to the authority contained in Title 24, whether issued prior to or after the
2 issuance of the Refunding Bonds, and the other purposes for which funds in the Stormwater
3 Management District Fund may be disbursed pursuant to Title 24. The County further covenants
4 and agrees with each of the registered owners of any of the Refunding Bonds to levy and collect
5 the taxes hereinabove prescribed.

6 SECTION 22. BE IT FURTHER ENACTED that, with respect to each series of Refunding
7 Bonds sold pursuant to this Act, authority is hereby conferred on the County Executive to take
8 the following actions and make the following commitments on behalf of the County:

9 (a) in the event any series of Refunding Bonds is sold at private (negotiated) sale as
10 authorized by this Act, to sell such series of Refunding Bonds issued under this Act upon such
11 terms as he or she deems favorable under the existing market conditions to one or more banks,
12 investment banking firms or other financial institutions that, in such official's judgment, offers to
13 purchase such series of Refunding Bonds on terms such official deems favorable to the County
14 under the existing market conditions;

15 (b) in the event any series of Refunding Bonds is sold at private (negotiated) sale as
16 authorized by this Act, to approve, execute and deliver, as a binding and enforceable obligation
17 of the County, an underwriting or purchase agreement for any series of Refunding Bonds issued
18 pursuant to this Act;

19 (c) after considering any recommendations of the financial advisor to the County, if any, to
20 fix and determine the date of any such series of Refunding Bonds, the schedule of annual
21 maturities and/or sinking fund installments of any such series, the amount of any such series, the
22 amounts and particular Refunded Bonds of each series to be refunded with the proceeds of any
23 such series of Refunding Bonds, and the interest rate or rates to be paid by the County with
24 respect to any such series, including, without limitation, the payment dates for the payment of
25 interest with respect to each maturity of any such series and all matters relating to the provision
26 of bond insurance, if any, on all or any portion of the Refunding Bonds;

27 (d) to determine whether the principal of the Refunded Bonds shall be paid at maturity, at
28 the earliest redemption date pertaining thereto, or at some later redemption date;

29 (e) in the event that the County Executive determines that it is in the best interests of the
30 County to sell any such series of Refunding Bonds by soliciting competitive bids at public sale,
31 to determine the date, time and place when proposals for the purchase of any such series of

1 Refunding Bonds will be received, to publish and/or otherwise disseminate a suitable notice of
 2 sale or a summary thereof in a manner substantially similar to the procedures for public sale at
 3 competitive bidding normally used by the County in connection with the sale of its general
 4 obligation bonds, and to award any series of Refunding Bonds for which a legally sufficient
 5 proposal has been received to the best bidder;

6 (f) to select and approve the designation of a custodian for a central depository or all
 7 matters relating to registration of the Refunding Bonds under a book-entry system;

8 (g) to select a trust company or other banking institution as trustee, to hold the trust fund
 9 into which the proceeds of the sale of any Refunding Bonds issued hereunder may be deposited
 10 under the Refunding Act, to determine the terms of any such trust fund, including any provisions
 11 relating to the payment of costs related to such trust fund, and to approve and deliver as a
 12 binding commitment of the County a trust or escrow agreement, pursuant to which such trust
 13 fund is established;

14 (h) to determine the manner in which the proceeds of the sale of the Refunding Bonds shall
 15 be applied and to provide for the redemption prior to maturity of any of the Refunded Bonds, as
 16 applicable, not inconsistent with the provisions of this Act or the Refunding Act; and

17 (i) after considering any recommendations of the County's financial advisor, to reserve to
 18 the County the option to redeem or to call for mandatory tender for purchase (and to sell, transfer
 19 or convey any such option to call for mandatory tender for purchase) any such series of
 20 Refunding Bonds in whole or in part, at such times and upon payment of such premiums as the
 21 County's financial advisor may recommend.

22 Subject to and in accordance with the provisions of this Act, the County Executive shall
 23 determine for each and every series of Refunding Bonds issued pursuant to and in accordance
 24 with this Act, the matters specified in paragraphs (c), (d), (f), (g), (h) and (i) above and, if a
 25 determination is made to sell any such series of Refunding Bonds by soliciting competitive bids
 26 at public sale, the matters specified in paragraph (e) above for such series of Refunding Bonds.

27 SECTION 23. BE IT FURTHER ENACTED that, to the extent applicable with respect to
 28 any of the Authorized Projects, the County is hereby authorized pursuant to this Act and the
 29 Maryland Water Quality Financing Administration Act, Sections 9-1601 to 9-1622, inclusive, of
 30 the Environment Article of the Annotated Code of Maryland, as amended, replaced or recodified
 31 (the "Water Quality Act"), to issue and sell by private sale to the Maryland Water Quality

1 Financing Administration (the "Water Quality Administration") any of the Bonds or Refunding
2 Bonds (or applicable portion thereof) authorized pursuant to this Act in order to evidence a loan
3 or loans (each, the "Loan") made by the Water Quality Administration to the County under one
4 or more loan agreements (each, the "Loan Agreement") between the County and the Water
5 Quality Administration with respect to any of the Authorized Projects. The County Executive is
6 hereby authorized to approve the terms and conditions of and execute and deliver the Loan
7 Agreement on behalf of the County in accordance with the provisions of the Water Quality Act.
8 As authorized by the Water Quality Act and if required by the Water Quality Administration, the
9 County hereby pledges any moneys that the County is entitled to receive from the State of
10 Maryland, including the County's share of the State income tax, to secure its obligations under the
11 Loan Agreement. Any such pledge shall be evidenced and detailed in the Loan Agreement. The
12 Loan Agreement and all the covenants and conditions set forth therein, including, without
13 limitation, the requirement to make payments to the Water Quality Administration of the annual
14 administrative fee, to pay interest at the default interest rate provided for therein, and, if so
15 required by the Water Quality Administration, to establish and maintain a debt service reserve
16 account shall be an obligation of the County in accordance with the provisions of the Water
17 Quality Act.

18 SECTION 24. BE IT FURTHER ENACTED that (1) references to "Bonds" in Sections 4,
19 7, 11, 12 and 13 of this Act shall be deemed to include the Refunding Bonds and (2) references
20 to "bonds authorized by this Act" in Section 13 of this Act shall be deemed to include the
21 Refunding Bonds, unless the context clearly indicates otherwise.

22 SECTION 25. BE IT FURTHER ENACTED that, pursuant to Section 30 of Article 31 of
23 the Annotated Code of Maryland, as amended, replaced or recodified from time to time (the
24 "Registration Statute"), the Bonds, the Notes or the Refunding Bonds issued hereunder may be
25 issued in "registered form" within the meaning of the Registration Statute, as may be determined
26 by the County Executive, who may determine, approve or authorize the selection of trustees,
27 transfer agents, registrars, paying or other agents, a custodian for a central depository or book-
28 entry system and appropriate agreements with any of the foregoing and such other matters not
29 inconsistent with this Act necessary or deemed appropriate in connection with the issuance of the
30 Bonds, the Notes or the Refunding Bonds in "registered form" within the meaning of the
31 Registration Statute.

1 SECTION 26. BE IT FURTHER ENACTED that, the County Executive is hereby
2 authorized, on behalf of the County, to make such undertakings, covenants or agreements for the
3 benefit of the holders of the Bonds, the Notes (including, without limitation, the Program Notes)
4 or the Refunding Bonds, as applicable, with regard to secondary market disclosure as shall be
5 necessary or appropriate to comply with the provisions of Securities and Exchange Commission
6 Rule 15c2-12, as amended, modified or replaced from time to time ("SEC Rule 15c2-12"). Such
7 authority shall include (without limitation) the power to approve and enter into continuing
8 disclosure or dissemination agreements with any third party; the power to amend or modify any
9 such undertakings, covenants, agreements, or continuing disclosure or dissemination agreements,
10 to the extent permitted by SEC Rule 15c2-12; and the power to provide for the insertion of a
11 description regarding any such secondary market disclosure covenants or agreements in any
12 applicable notice of sale, bond purchase agreement or other purchase contract, and any
13 preliminary or final official statement, offering circular, official circular or similar offering
14 document. Such undertakings, covenants or agreements shall be binding upon the County and
15 the County hereby covenants and agrees to abide by any such undertakings, covenants or
16 agreements made in accordance with this Section for the benefit of the holders of the Bonds, the
17 Notes or the Refunding Bonds, as applicable.

18 SECTION 27. BE IT FURTHER ENACTED that pursuant to the authority of Section 34 of
19 Article 31 of the Annotated Code of Maryland, as amended, replaced or recodified from time to
20 time ("Section 34"), the County may enter into one or more interest rate exchange agreements or
21 contracts providing for payments based on levels of or changes in interest rates, or combinations
22 of the foregoing, in order to improve the management of debt service or interest rate risks on all
23 or any portion of the Bonds, the Notes or the Refunding Bonds authorized hereby (the
24 "Obligations") or to reduce the cost of servicing all or any portion of such Obligations. Any such
25 interest rate exchange agreement or contract may be entered into in connection with, or
26 incidental to, all or any portion of the Obligations prior to, at the time of, or subsequent to, the
27 issuance of any such Obligations, and may apply to such Obligations and any other general
28 obligation bonds or notes, revenue bonds or notes, or other evidences of indebtedness by
29 whatever name known or funds secured, issued by the County. In connection with any such
30 interest rate exchange agreements or contracts, the County may appoint any agents necessary to
31 implement and administer such agreements or contracts. Unless contrary to the provisions of

1 Section 34 or other applicable law, the County Executive is hereby authorized to determine,
2 approve, authorize or provide for, after giving due consideration to the creditworthiness of the
3 counterparty or counterparties and after consulting with the Director of Finance of the County
4 and, if applicable, the financial advisor to the County: (1) the terms and conditions of the
5 transaction, the final form of the agreement or contract and the final terms and conditions of the
6 agreement or contract and (2) the appointment of any agents necessary to implement and
7 administer such agreements or contracts and the terms of compensation therefor. Nothing
8 contained in this Act shall be deemed to preclude the County Council by resolution from making
9 or providing for any of the determinations authorized by Section 34. The provisions of this
10 Section 27 shall be liberally construed to effectuate the provisions of Section 34.

11 SECTION 28. BE IT FURTHER ENACTED that any and all determinations, approvals,
12 authorizations, decisions, undertakings, specifications, covenants, agreements or provisions (by
13 whatever terminology so specified) authorized to be made by the County Executive pursuant to
14 the provisions of this Act shall be made by order of the County Executive unless otherwise
15 expressly provided herein; provided that, unless contrary to the provisions of the County Charter
16 or other applicable law, the County Executive is hereby expressly authorized to delegate by order
17 to such official or officials designated in such order the power to make any such determinations,
18 approvals, authorizations, decisions, undertakings, specifications, covenants, agreements or
19 provisions or other matters and the manner in which to evidence the same. In addition, unless
20 contrary to the provisions of the County Charter or other applicable law, the County Executive is
21 hereby authorized by order to delegate to one or more appropriate County officials the authority
22 granted to the County Executive by this Act to sign any documents, certificates or instruments,
23 or to specify that one or more appropriate County officials in addition to the County Executive
24 shall sign any such documents, certificates or instruments.

25 SECTION 29. BE IT FURTHER ENACTED that if any one or more of the provisions of
26 this Act, including any covenants or agreements provided herein on the part of the County to be
27 performed, should be contrary to law, then such provision or provisions shall be null and void
28 and shall in no way affect the validity of the other provisions of this Act or of the Bonds, the
29 Notes or the Refunding Bonds.

30 SECTION 30. BE IT FURTHER ENACTED that the provisions of this Act are hereby
31 declared to be severable; and, in the event that any section, subsection, paragraph, subparagraph,

1 sentence, clause, phrase, or word of this Act is declared invalid or unconstitutional by a court of
2 competent jurisdiction, such invalidity or unconstitutionality shall not affect the remaining
3 words, phrases, clauses, sentences, subparagraphs, paragraphs, subsections, or sections of this
4 Act, since the same would have been enacted without the incorporation in this Act of any such
5 invalid or unconstitutional word, phrase, clause, sentence, subparagraph, subsection, or section.

6 SECTION 31. BE IT FURTHER ENACTED that this Act shall take effect forty-five (45)
7 calendar days after it becomes law.

Adopted this 7th day of October , 2012.

COUNTY COUNCIL OF PRINCE
GEORGE'S COUNTY, MARYLAND

BY: _____
Andrea C. Harrison
Chair

ATTEST:

Redis C. Floyd
Clerk of the Council

APPROVED:

DATE: _____ BY: _____
Rushern L. Baker, III
County Executive

KEY:
Underscoring indicates language added to existing law.
[Brackets] indicate language deleted from existing law.
Asterisks *** indicate intervening existing Code provisions that remain unchanged.

Note: Attachment 1 is attached as an Inclusion File

ATTACHMENT 2

FORM OF BOND

(Face of Registered Bond)

REGISTERED UNITED STATES OF AMERICA REGISTERED
STATE OF MARYLAND

No. R _____ \$ _____

PRINCE GEORGE'S COUNTY, MARYLAND

STORMWATER MANAGEMENT BOND, SERIES _____

Interest Rate Maturity Date Original Issue Date CUSIP
(per annum) _____, 201_ _____

Registered Owner:

Principal Sum:

Prince George's County, Maryland (the "County"), a political subdivision and a body corporate and politic of the State of Maryland, hereby acknowledges itself indebted for value received and promises to pay to the Registered Owner shown above or registered assigns on the Maturity Date shown above the Principal Sum shown above or so much thereof as shall not have been paid upon prior redemption and to pay interest thereon at the Interest Rate shown above. Principal shall be paid upon presentment and surrender of this Bond on the date such principal is payable or if such date is not a County Business Day (hereinafter defined) then on the next succeeding County Business Day at the Office of _____ (the "Paying Agent"). The interest payable on this Bond, and punctually paid or duly provided for on any interest payment date, will be paid semiannually on the first day of _____ and _____ in each year to the person in whose name this Bond is registered on the registration books (the "Bond Register") maintained by the Bond Registrar (hereinafter named) as of the close of business on the Regular Record Date which shall be the [fifteenth day of the month immediately preceding each interest payment date/first day of the month in which the interest payment date occurs]. Payment of the interest on this Bond shall be by wire or check as determined by the County to such person's address as it appears on the Bond Register. Any such interest not punctually paid or duly provided for shall forthwith cease to be payable to the registered owner on such Regular Record Date, and may be paid to the person in whose name this Bond is registered as of the close of business on a date to be fixed by the Bond Registrar for the payment of such defaulted interest (the "Special Record

Date"), notice of such payment date and the Special Record Date therefor being given by letter mailed first class, postage prepaid, to the registered owner of such Bond not less than 10 days prior to such Special Record Date, at the address of such owner appearing on the Bond Register, or may be paid at any time in any other lawful manner not inconsistent with the requirements of any securities exchange on which the Bonds of this issue may be listed and upon such notice as may be required by such exchange. Interest will accrue from the most recent date to which interest has been paid or, if no interest has been paid, from the Original Issue Date shown above.

"County Business Day" means any date of the year on which (i) banking institutions in New York, New York or in Maryland are not authorized or obligated by law to remain closed or on which the New York Stock Exchange is not closed or (ii) the offices of the County are not authorized or obligated by law or required by an executive order of the County Executive to be closed.

All payment of the principal of, redemption price and interest on this Bond shall be in such coin or currency of the United States of America as at the time of payment is legal tender for payment of public and private debts.

REFERENCE IS MADE TO THE FURTHER PROVISIONS OF THIS BOND SET FORTH ON THE REVERSE SIDE HEREOF WHICH SHALL FOR ALL PURPOSES HAVE THE SAME EFFECT AS THOUGH FULLY SET FORTH HEREIN.

The full faith and credit and unlimited taxing power of Prince George's County, Maryland are hereby irrevocably pledged to the payment of the principal of this Bond and of the interest payable hereon. To provide for the payment of this Bond, the County is empowered and directed to levy a direct ad valorem tax upon all property assessed for tax purposes within the stormwater management district (the "District") established by the County pursuant to the provisions of Title 24 of Article 24 of the Annotated Code of Maryland, as amended ("Title 24"), except as otherwise provided in Title 24.

The principal of and interest on this Bond are payable in the first instance from annual appropriations of the proceeds of a direct ad valorem tax which the County is empowered and directed to levy upon all property assessed for tax purposes within the District (except as otherwise provided in Title 24) and to deposit in the Stormwater Management District Fund established in accordance with Title 24 (the "Stormwater Management District Fund"). The County has covenanted to levy said ad valorem taxes at a rate required to produce the amount needed to pay, in addition to the other costs of stormwater management to be paid from the amounts in the Stormwater Management District Fund, for such principal and interest coming due during the ensuing fiscal year, and in the event the proceeds from taxes so levied in any such fiscal year shall prove insufficient for such payment, to levy additional taxes within the District in succeeding fiscal years to make up such deficiency.

It is hereby certified and recited that each and every act, condition and thing required to exist, to be done, to have happened, and to be performed precedent to and in the issuance of this Bond, does exist, has been done, has happened and has been performed in full and strict compliance with the Constitution and laws of the State of Maryland, including without limitation Title 24, and the Authorization Ordinance of the County referred to herein, and that the issue of

Bonds, of which this Bond is one, together with all other indebtedness of the County, is within every debt and other limit prescribed by the Constitution and laws of the State of Maryland and the County.

This Bond shall not become obligatory for any purpose or be entitled to any benefit under the above-mentioned laws or the Authorization Ordinance until the Certificate of Authentication hereon shall have been signed by an authorized signatory of the Bond Registrar.

IN WITNESS WHEREOF, Prince George's County, Maryland, has caused this Bond to be signed in its name by the manual or facsimile signature of its County Executive and by the manual or facsimile of its corporate seal affixed or imprinted hereon, attested by the manual or facsimile signature of the Clerk of the County Council of the County; it has caused this Bond to be authenticated by the manual signature of an authorized signatory of the Bond Registrar.

PRINCE GEORGE'S COUNTY, MARYLAND

BY _____
Rushern L. Baker, III
County Executive

(SEAL)

ATTEST:

Clerk of the County Council

Date of Authentication and Registration:

This is one of the registered bonds of Prince George's County, Maryland Stormwater Management Bonds, Series _____, of Prince George's County, Maryland.

as Bond Registrar

BY: _____
Authorized Officer

(Back of Registered Bond)

PRINCE GEORGE'S COUNTY, MARYLAND

STORMWATER MANAGEMENT BOND, SERIES _____

This Bond is one of a duly authorized issue of general obligation bonds of the County, designated "Prince George's County, Maryland Stormwater Management Bonds, Series _____", all dated _____ 1, _____, and all of like tenor and effect, except as to numbers, interest rates, denominations, maturities and option of redemption. The Bonds are issued under the authority of Title 24 of Article 24 of the Annotated Code of Maryland, as amended, replaced or recodified and Council Bill CB-__- _____, (the "Authorization Ordinance").

The Bonds maturing in any one year are issuable in fully registered form, in denominations of \$5,000 or any integral multiple thereof, not exceeding the aggregate principal amount maturing in such year.

When first issued, the Bonds of said issue will be numbered consecutively upward in the order of their maturities, but not necessarily continuously consecutively, from No. 1 prefixed by the letter "R". Said Bonds bear interest at the following rates per annum, mature and are payable on _____ 1 in the following years and aggregate amounts:

| <u>Year of Maturity</u> | <u>Principal Amount</u> | <u>Interest Rate</u> | <u>Year of Maturity</u> | <u>Principal Amount</u> | <u>Interest Rate</u> |
|-------------------------|-------------------------|----------------------|-------------------------|-------------------------|----------------------|
| 2012 | \$ _____ | % | 2022 | \$ _____ | % |
| 2013 | _____ | % | 2023 | _____ | % |
| 2014 | _____ | % | 2024 | _____ | % |
| 2015 | _____ | % | 2025 | _____ | % |
| 2016 | _____ | % | 2026 | _____ | % |
| 2017 | _____ | % | 2027 | _____ | % |
| 2018 | _____ | % | 2028 | _____ | % |
| 2019 | _____ | % | 2029 | _____ | % |
| 2020 | _____ | % | 2030 | _____ | % |
| 2021 | _____ | % | 2031 | _____ | % |

[INSERT WHERE APPROPRIATE PROVISIONS REGARDING TERM BONDS, IF APPLICABLE.]

_____ will provide services as Bond Registrar to open books for the registration and for the transfer of registered Bonds. This Bond will be transferable only upon the Bond Register kept at the Office of _____ by the registered owner in person, or by his or her attorney duly authorized in writing, upon surrender together with a written instrument of transfer in the form attached hereto and satisfactory to the Bond Registrar duly executed by the registered owner or duly authorized attorney.

The Bond may be transferred or exchanged at the office of the Bond Registrar. Upon any such transfer or exchange, the County shall issue a new registered Bond or Bonds of any of the

authorized denominations in aggregate principal amount equal to the principal amount of the Bond transferred or exchanged or the unredeemed portion thereof, and maturing on the same date and bearing interest at the same rate. In each case, the Bond Registrar may require payment by the owner of this Bond requesting exchange or transfer hereof of any tax, fee or other governmental charge, shipping charges and insurance that may be required to be paid with respect to such exchange or transfer, but otherwise no charge shall be made to the owner hereof for such exchange or transfer. Said new Bond or Bonds shall be delivered to the transferee only after due authentication thereof by an authorized signatory of the Bond Registrar. The Bond Registrar shall not be required to transfer or exchange any Bond during the period beginning fifteen (15) days before any selection of Bonds to be redeemed and ending on the day of publication and mailing of the notice of redemption or to transfer or exchange any Bond called or being called for redemption in whole or in part.

The County may deem and treat the person in whose name this Bond is registered as the absolute owner hereof for the purpose of receiving payment of or on account of the principal or redemption price hereof and interest due hereon and for all other purposes.

Bonds maturing on or after _____ 1, _____, are subject to redemption prior to their respective maturities at the option of the County on or after _____ 1, _____, either as a whole at any time, or in part on any interest payment date in such order of maturity as directed by the County at the following redemption prices expressed as percentages of the principal amount of Bonds to be redeemed plus accrued interest thereon to the date fixed for redemption:

| Periods During Which Redeemed (both dates inclusive) | Redemption Price |
|---|---------------------|
| _____ 1, _____ through _____, _____ | _____ % |
| _____ 1, _____ through _____, _____ | _____ % |
| _____ 1, _____ and thereafter | 100% |

If fewer than all of the Bonds of any maturity shall be called for redemption, the particular Bonds or portions of Bonds to be redeemed shall be selected by lot.

When less than all of a registered Bond in a denomination in excess of \$5,000 shall be so redeemed, then, upon the surrender of such Bond, there may be issued to the registered owner thereof, without charge, for the unredeemed balance of the principal amount of such Bond, at the option of such owner, registered Bonds in any of the authorized denominations, the aggregate face amount of such Bonds not to exceed the unredeemed balance of the registered Bond so surrendered, and to bear the same interest rate and to mature on the same date as said unredeemed balance.

If, in accordance with the foregoing option, the County elects to redeem all outstanding Bonds, or less than all, it will give notice described herein of its intention to redeem by letter mailed first class, postage prepaid, to the registered owners of such Bonds at least thirty (30) days prior to the redemption date, at the addresses of such owners appearing on the Bond Register kept by the Bond Registrar; provided, however, that the failure to mail such notice or any defect in the notice so mailed, or in the mailing thereof shall not affect the validity of the

redemption proceeding for the Bonds for which notice was properly given, and the County, if and so directed by its Director of Finance, may publish such notice of redemption not less than thirty (30) days prior to the date fixed for redemption in (i) a financial trade journal, or (ii) a daily newspaper of general circulation in the Borough of Manhattan, New York, New York. Said notice shall state for all Bonds being redeemed: the maturity date, certificate numbers, redemption date, redemption price, whether the Bonds are being redeemed in whole or in part and shall also state that the interest on the Bonds so called shall cease to accrue on the date fixed for redemption and shall require that the Bonds so called be presented for redemption and payment at the designated office of the Paying Agent.

From and after the date fixed for redemption, if due notice by publication has been given as herein provided, and the funds sufficient for payment of the redemption price and accrued interest shall be available therefor on such date, the Bonds so designated for redemption shall cease to bear interest.

Upon presentment and surrender in compliance with said notice, the Bonds so called for redemption shall be paid by the Paying Agent at the redemption price plus any accrued interest. If not so paid on presentment thereof, said Bonds so called shall continue to bear interest at the rates expressed therein until paid. All Bonds redeemed and paid hereunder will be canceled.

Registration Under DTC Book-Entry Only System

Initially, the Bonds are to be delivered and registered under the book-entry only system maintained by The Depository Trust Company, New York, New York ("DTC"). Notwithstanding anything to the contrary contained in this Bond, for so long as the Bonds are registered under the book-entry only system maintained by DTC, all references to the Registered Owner or Owners of the Bonds shall mean DTC or its partnership nominee, Cede & Co., or any successor thereto, and the manner and timing for making payments, giving notices, voting and selecting Bonds for redemption shall be governed by agreement between DTC and the County. The County may determine to replace DTC with a replacement securities depository at any time, in which event such replacement securities depository or its nominee shall be deemed to be the Registered Owner or Owners of all the Bonds, and the manner and timing for making payments, giving notices, voting and selecting the Bonds for redemption shall be governed by agreement between such replacement securities depository and the County. In addition, DTC may determine to discontinue its services as a securities depository or the County may determine to discontinue a system of book-entry only registration of the Bonds, in which event Bonds will be delivered in authorized denominations of \$5,000 and integral multiples thereof to or at the direction of the participants of the then existing securities depository.

(Legal Opinion Certificate)

The undersigned County Executive of Prince George's County, Maryland, hereby certifies that, upon the original delivery of the Bonds, of which this is one, Co-Bond Counsel for the County rendered an opinion to the County approving the legality of the Bonds. The executed original of said opinion and supporting documents relative to the Bonds, of which this Bond is one, may be examined at the office of the undersigned, Upper Marlboro, Maryland.

County Executive

(Assignment)

FOR VALUE RECEIVED the undersigned hereby sells, assigns and transfers unto

(Please Print or Type Name and Address including Zip Code of Assignee)

the within Bond and all rights thereunder, and does hereby irrevocably constitute and appoint _____ attorney to transfer the within Bond on the Bond Register thereof, with full power of substitution in the premises.

Dated: _____

(Please Insert Social Security or other Identifying Number of Assignee)

Signature Guaranteed:

(Signature of Registered Owner)

Notice: Signatures must be guaranteed by a member firm of the New York Stock Exchange or a commercial bank or trust company.

Notice: The signature to this assignment must correspond with the name as it appears upon the face of the within Bond in every particular, without alteration or enlargement or any change whatever.