

**PRINCE GEORGE'S COUNTY COUNCIL
AGENDA ITEM SUMMARY**

Meeting Date: 1/23/2001**Reference No.:** CB-3-2001**Proposer:** Maloney**Draft No.:** 1**Sponsors:** _____**Item Title:** An Act prohibiting the pledge, mortgage, hypothecation, encumbrance, or conveyance by the lessee of any interest in County-owned real property to any person

Drafter: Ralph E. Grutzmacher
Legislative Officer**Resource** Andrew D. Eppelmann
Personnel: Legislative Aide

LEGISLATIVE HISTORY:**Date Presented:** 1/23/2001**Executive Action:** __/__/__**Committee Referral:** 1/23/2001 PSFM**Effective Date:** __/__/__**Committee Action:** __/__/__**Date Introduced:** __/__/__**Public Hearing:** __/__/__ :__ __**Council Action:** __/__/__**Council Votes:** RVR:__, DB:__, JE:__, IG:__, TH:__, WM:__, AS:__, PS:__, MW:__**Pass/Fail:** __**Remarks:** _____

BACKGROUND INFORMATION/FISCAL IMPACT**(Includes reason for proposal, as well as any unique statutory requirements)**

The proposed legislation will require the express approval by the County Council of the mortgage or other pledge of any interest in County-owned real property. It is standard commercial practice to insert such clauses in leases to prevent tenants from tying up title to property by using leasehold interests as security for borrowing. This bill would prevent lessees of County property from doing the same unless the Council affirmatively approves of the practice in an individual lease.

CODE INDEX TOPICS: