Expedited Bill No. 45-15 Concerning: Stormwater Management -Water Quality Protection Charge --Curative Legislation Revised: 10/22/15 Draft No. October 27, 2015 Introduced: November 17, 2015 Enacted: November 24, 2015 Executive: July 1, 2013 Effective: Sunset Date: None Ch. 54_, Laws of Mont. Co. _ 2015

COUNTY COUNCIL FOR MONTGOMERY COUNTY, MARYLAND

Lead Sponsor: Council President at the request of the County Executive

AN EXPEDITED ACT to:

- (1) designate the Water Quality Protection Charge as an excise tax imposed under the County's general taxing authority;
- ratify the collection of stormwater management charges levied under Section 19-35 since July 1, 2013; and
- (3) continue the levy and collection of the Water Quality Protection Charge from property owners under the same terms and conditions as set out in Section 19-35.

By amending

Montgomery County Code Chapter 19, Sediment Control and Storm Water Management Sections 19-21 and 19-35

Boldface
Underlining
Added to existing law by original bill.

[Single boldface brackets]
Double underlining
Added by amendment.

[[Double boldface brackets]]

* * *

Heading or defined term.

Added to existing law by original bill.

Deleted from existing law by original bill.

Added by amendment.

Deleted from existing law or the bill by amendment.

Existing law unaffected by bill.

The County Council for Montgomery County, Maryland approves the following Act:

1	Sec. 1. Sections 19-21 and 19-35 are amended as follows:		
2	ARTICLE II. STORMWATER MANAGEMENT.		
3	19-21. Definitions.		
4	In this Article, the following words and phrases have the following meanings		
5	unless the context indicates otherwise:		
6	* * *		
7	Water Quality Protection Charge: An excise tax charged to a property owner		
8	for the privilege of maintaining impervious surfaces on the owner's property.		
9	19-35. Water Quality Protection Charge.		
10	(a) As authorized by [State law] Section 52-17 (a) or Maryland Code,		
11	Environment Art., § 4-204, or both, the Director of Finance must		
12	annually impose and collect a Water Quality Protection Charge, as		
13	provided in this Section. The Director must collect the Charge in the		
14	same manner as County real property taxes, apply the same interest,		
15	penalties, and other remedies (including tax sale) if the Charge is not		
16	paid, and generally treat the Charge for collection and administration		
17	purposes as if it were a County real property tax. The Director may		
18	treat any unpaid Charge as a lien on the property to which the charge		
19	applies.		
20	* * *		
21			
22	Sec. 2. Expedited Effective Date: The Council declares that this legislation		
23	is necessary for the immediate protection of the public interest. This Act takes effect		

on the date on which it becomes law.

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Sec. 3. Curative Effect: This Act retroactively validates and ratifies the levy and collection under Section 19-35 of all stormwater management charges collected since July 1, 2013.

Expedited Bill 34-12 amended County Code Section 19-35 to subject all properties not otherwise exempt under State law to the Water Quality Protection Charge, allow property owners to obtain credits for undertaking certain water quality protection measures on their properties, and authorize financial hardship exemptions for certain owner-occupants of residential properties. The effective date of Expedited Bill 34-12 was July 1, 2013.

In *Paul N. Chod v. Board of Appeals for Montgomery County* (Civil No. 398704-V, entered July 23, 2015) the Circuit Court for Montgomery County opined that the Water Quality Protection Charge "is invalid per se because this charge need not reasonably relate to the stormwater management services provided by the County." The County has appealed this decision. This Act is intended to correct the potential defect noted by the Circuit Court by designating the stormwater management charges imposed by Section 19-35 as an excise tax imposed under the general taxing authority of Montgomery County to levy excise taxes. This Act is not intended to alter the policy, purposes, or substance of Section 19-35.

The County Council finds that:

- (a) Montgomery County had the authority in 2013 to adopt Section 19-35 under the County's taxing authority—see Section 52-17;
 - (b) This Act furthers the original purpose of Section 19-35 to require individual owners of property with impervious surfaces to pay a share of the public costs associated with mitigating and remediating the environmental impact of stormwater runoff throughout the County;
- (c) The legal defect in the adoption of Bill 34-12 (if any) was minor, because the County had in 2013 and continues to have the authority to

52		levy and collect from property or	wners an excise tax for the purpose of	
53		producing revenue to fund the wa	ter quality protection measures needed	
54		to ameliorate the environmental in	mpact of stormwater runoff;	
55	(d)	(d) All property owners have benefitted from water quality protection ar		
56		restoration measures made possib	ole by the revenues generated from the	
57		stormwater management charges	imposed under Section 19-35; and	
58	(e)	It is just and proper that this Act	take effect as of July 1, 2013 in order	
59		that the public will continue to be	enefit from the water quality protection	
60		and restoration measures undertal	ken and to be undertaken as a result of	
61		the revenues provided by the Wat	er Quality Protection Charge.	
62	Approved:			
63		Scopt Ceventhal	11/18/2015	
	George Lever	thal, President, County Council	Date	
64	Approved:			
65	S	il fruits	11/24/2015	
	Isiah Leggett,	County Executive	Date	
66	This is a corre	ect copy of Council action.		
67	Stra	to M. Laner	11/27/15	
	Linda M. Lau	er, Clerk of the Council	Date	