

RESOLUTION TO SUPPORT PHASE 1 OF TUDOR HALL PROJECT FINANCING

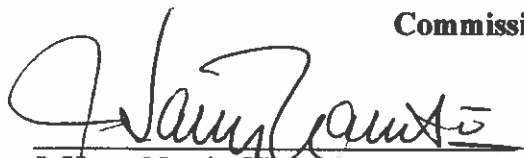
- WHEREAS The State of Maryland ("State"), St. Mary's County ("County") and the Town of Leonardtown ("Town") share a common interest and partnership in the development of the Tudor Hall Resort and Golf Project (Breton Bay) and
- WHEREAS The State will contribute \$5.0 million to phase one of the project, in addition to a 25% Maryland Industrial Development Financing Authority (MIDFA) loan guarantee and
- WHEREAS The County will contribute \$1.5 million to phase one of the project and
- WHEREAS The State has committed an additional \$½ million to phase two and the County has committed an additional \$1.5 million to phase two and
- WHEREAS The Town will receive new tax revenue from the development of the Tudor Hall Project and
- WHEREAS The Town recognizes the critical need for this project in promoting economic growth and development in our Town, and has committed its complete support for the project.

NOW THEREFORE BE IT RESOLVED that:

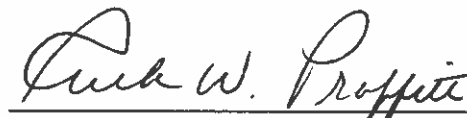
Should the 25% MIDFA guarantee be called, the Town will make its best effort to reimburse the MIDFA program. Actual costs for the Town may not exceed \$185,000 per year or the net property tax revenue from the Tudor Hall project's residential and commercial facilities, whichever is less. This resolution would be null and void when the Town enters into a TIF agreement in Phase 2 of this project.

IN WITNESS WHEREOF, this Resolution is executed this 8th day of October 2001.

Commissioners of Leonardtown



J. Harry Norris, III, Mayor



Ruth W. Proffitt, Vice President

Michael L. Bridges, Councilmember



Charles R. Faunce, Councilmember



Walter R. Gillette, Councilmember



Walter Wise, Councilmember

ATTEST:



Laschelle E. Miller, Town Administrator