| 1              |  |
|----------------|--|
| 2              | Councilmember Tommy Wells  |
| 3              |  |
| 4<br>5         | A BILL   |
| 6              |  |
| 7<br>8         |  |
| 9              | IN THE COUNCIL OF THE DISTRICT OF COLUMBIA   |
| 10<br>11       |  |
| 12<br>13       |  |
| 14<br>15       | Councilmember Tommy Wells introduced the following bill, which was referred to the Committee on  |
| 16<br>17<br>18 | To amend the Eastern Market Real Property Asset Management and Outdoor Vending Act of 1998 to establish a nonprofit corporation to manage the Eastern Market and its assets, and |
| 19<br>20       | to make other changes.   |
| 20             | BE IT ENACTED BY THE COUNCIL OF THE DISTRICT OF COLUMBIA, That this  |
| 21             | act may be cited as the "Eastern Market Preservation and Development Amendment Act of  |
| 22             | 2011".   |
| 23             | Sec. 2. The Eastern Market Real Property Asset Management and Outdoor Vending Act  |
| 24             | of 1998, effective Apr. 16, 1999 (D.C. Law 12-228; D.C. Official Code § 37-101 et seq.), is  |
| 25             | amended as follows:  |
| 26             | (a) Section 2 (D.C. Official Code § 37-101) is amended as follows:   |
| 27             | (1) A new paragraph (3A) is added to read as follows:  |
| 28             | "(3A) "Capitol Hill Historic District" means the areas bounded as follows:   |
| 29             | beginning at the intersection of the center line of New Jersey Avenue, S.E., and the center line of  |
| 30             | E Street, S.E., thence west along E Street, S.E., to the center line of Canal Street, S.E., thence   |
| 31             | northwest to the center line of South Capitol Street, S.E., thence north to the south line of D  |
| 32             | Street, S.E., thence east to the east line of New Jersey Avenue, S.E., thence north to the center  |
| 33             | line of C Street, S.E., thence east to the center line of Second Street, S.E., thence north to the   |
| 34             | center line of Independence Avenue, S.E., thence east to the center line of Third Street, S.E.,  |

| 1  | thence north to the south property line of Lot 803 in Square 760, thence west to the center line of     |
|----|---|
| 2  | Second Street, S.E., thence north to the center line of Maryland Avenue, N.E., thence southwest         |
| 3  | to the east line of First Street, N.E., thence north to the center line of Constitution Avenue, N.E.,   |
| 4  | thence east to the west property line of lot 885 in Square 723, thence north to the north property      |
| 5  | line of said lot 885, thence to the center line of Second Street, N.E., thence north to the center      |
| 6  | line of F Street, N.E., thence east to the center line of 11th Street, N.E., thence south to the center |
| 7  | line of E Street, N.E., thence east to the center line of 12th Street, N.E., thence south to the center |
| 8  | line of C Street, N.E., thence east to the center line of 12th Place, N.E., thence south to the center  |
| 9  | line of Constitution Avenue, N.E., thence east to the centerline of 14th Street, N.E., thence south     |
| 10 | to the center line of South Carolina Avenue, S.E., thence southwest to the center line of 13th          |
| 11 | Street, S.E., thence south to the northern right-of way line of the Southeast Freeway, thence           |
| 12 | northwest to the center line of 11th Street, S.E., thence south to the center line of L Street or       |
| 13 | Potomac Avenue, thence west to the center line of 10th Street, S.E., thence south to the center         |
| 14 | line of M Street, S.E., thence west to the center line of 7th Street, S.E., thence north to the         |
| 15 | northern right-of-way line of the Southeast Freeway, thence northwest to the center line of New         |
| 16 | Jersey Avenue, S.E., thence northwest to the point of beginning, excluding therefrom Square             |
| 17 | 764.".  |
| 18 | (2) Paragraph (6) is repealed.  |
| 19 | (3) Paragraph (8) is repealed.  |
| 20 | (4) A new paragraph (8A) is added to read as follows:   |
| 21 | "(8A) "Trust" means the Eastern Market Preservation and Development                                     |
| 22 | Trust established by section 3.".   |
| 23 | (5) Paragraph (11) is repealed.   |
| 24 | (6) Paragraph (12) is amended to read as follows:   |
| 25 | "(12) "Eastern Market Historic Special Use District" means:   |
| 26 | "(A) Eastern Market Square, including the North Hall Plaza;   |
| 27 | "(B) The Capitol Hill Natatorium Plaza;   |

| 1  | "(C) The playground and parking lot of Hine Junior High School, on the                            |
|----|---|
| 2  | effective date of this act, until commencement of construction with respect to new development    |
| 3  | on the Hine Junior High School site;  |
| 4  | "(D) 7 <sup>th</sup> Street S.E. between North Carolina Avenue, S.E. and                          |
| 5  | Pennsylvania Avenue, S.E., including the area between the curb and near edge of the               |
| 6  | sidewalk on both the east and west sides of the street and excluding the area between the         |
| 7  | property line and far edge of the sidewalk on both sides of the street; and"                      |
| 8  | "(E) Other privately owned or controlled land or buildings that are directly                      |
| 9  | adjacent to the area defined in Paragraphs (A)(B)(C) and (D) above: each being subject            |
| 10 | to a lease or management agreement between the Eastern Market Preservation and                    |
| 11 | Development Trust, defined in Section 3 and such owner(s) or controlling entity(s): and           |
| 12 | for durations and under conditions defined in such lease(s) or management                         |
| 13 | agreements(s)."   |
| 14 | (7) Paragraph (14) is amended by striking the phrase "Center Hall tenants, North                  |
| 15 | Hall tenants" and inserting the phrase "Center Hall tenants" in its place.                        |
| 16 | (8) Paragraph (21) is amended to read as follows:   |
| 17 | "(21) "Market manager" means a person, having experience relevant to                              |
| 18 | operating a historic urban fresh food or farmers market, employed by the Trust to provide unified |
| 19 | and coordinated management for the Eastern Market Historic Special Use District and the           |
| 20 | individual or individuals designated to provide day-to-day management of the Eastern Market       |
| 21 | Historic Special Use District.".  |
| 22 | (9) Paragraph (22) is amended by striking the phrase "with a currently enforceable                |
| 23 | contract or agreement with the market manager and engaged" and inserting the phrase "engaged"     |
| 24 | in its place.   |
| 25 | (10) Paragraph (25) is repealed.  |
| 26 | (11) Paragraph (29) is amended to read as follows:  |
| 27 | "(29) "Tenant" means an individual, association or corporation (including, but not                |

limited to, any partnership, limited liability company, society, club, joint-stock company, estate, 1 2 receiver, trustee, assignee, or referee, and any combination of individuals acting as a unit) having 3 a written contract with the Trust to occupy space inside the Eastern Market building.". 4 (b) Section 3 (D.C. Official Code § 37-102) is amended to read as follows: 5 "Sec. 3. Establishment of the Eastern Market Preservation and Development Trust. 6 "(a) The Mayor shall enter into a lease that meets the requirements of this act with a non-7 profit Trust that meets the requirements of this section, and to the extent consistent with this 8 section, the District of Columbia Nonprofit Corporation Act, approved August 6, 1962 (76 Stat. 9 265; D.C. Official Code § 29-301.01 et seq.). 10 "(b) Under the terms of the lease, the Trust will manage and operate the Eastern Market 11 and the Eastern Market Historic Special Use District in accordance with the provisions of this 12 act. All amendments or additions set forth within this act should be construed as requirements of 13 the lease. 14 "(c) New sections 3a, 3b, 3c, and 3d are incorporated into the lease terms to read as 15 follows: 16 Sec. 3a. Characteristics of the Trust. 17 "(a) The Trust must have the following general purpose: 18 "(1) Preserve the historic character, atmosphere, integrity, role and legacy 19 of the Eastern Market primarily as a historic food market, while ensuring a role for community 20 arts and related activities; 21 "(2) Maintain, manage, equip, operate and promote the Eastern Market 22 and the Eastern Market Historic Special Use District, directly or under contract; 23 "(3) Develop and promote the North Hall and use best efforts to maximize 24 the revenue generating potential of the North Hall as a center for arts and community events. 25 "(4) Seek to cause Eastern Market to operate at a surplus and in general to 26 be financially self-sufficient. 27 "(5) Protect the environment including the trees and tree boxes; and

| 1  | "(6) Ensure public health and safety.  |
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| 2  | "(b) The Trust shall have the power to:  |
| 3  | "(1) Sue and be sued, including the power to bring actions, complaints, and                            |
| 4  | implead in any judicial, administrative, arbitrational, or other action or proceeding and, to the      |
| 5  | extent permitted by law, to have actions brought against it, and to be impleaded and to defend in      |
| 6  | these proceedings;   |
| 7  | "(2) Have a corporate seal and alter the seal at its pleasure;   |
| 8  | "(3) Make and alter by-laws, rules and regulations, not inconsistent with law, for                     |
| 9  | the administration and regulation of its business and affairs;   |
| 10 | "(4) Elect, appoint, or hire officers, market manager, employees, advisors,                            |
| 11 | consultants, or other agents of the Trust including experts and fiscal agents, define their duties,    |
| 12 | and fix their compensation;  |
| 13 | "(5) Acquire, by purchase, gift, lease, or otherwise and to own, hold, improve, and                    |
| 14 | use and to sell, convey, exchange, transfer, lease, sublease, and dispose of real and personal         |
| 15 | property of every kind and character, or any interest therein, for its corporate purposes;             |
| 16 | "(6) Accept loans or grants of money, materials, or property of any kind from the                      |
| 17 | United States, or any agency or instrumentality thereof, or the District, upon terms and               |
| 18 | conditions as may be imposed upon the Trust to the extent that the terms and conditions are not        |
| 19 | inconsistent with the limitations and laws of the District and are otherwise within the powers of      |
| 20 | the Trust;   |
| 21 | "(7) Borrow money for any of its outlined purposes pursuant to section 14 and as                       |
| 22 | may be permitted under the District of Columbia Home Rule Act, approved December 24, 1973              |
| 23 | (87 Stat. 813; D.C. Official Code § 1-201.01 et seq.), and other laws of the District; provided,       |
| 24 | that the Trust's debts shall not be subject to and shall not be backed by the full faith and credit of |
| 25 | the District of Columbia;  |
| 26 | "(8) Enter into contracts, joint ventures, or other agreements with the District, the                  |
| 27 | United States, other public entities, and private entities to achieve its purposes;                    |

| 1  | "(9) Maintain an office or offices within the Capitol Hill Historic District;                        |
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| 2  | "(10) Establish standards for the use of and attendance at its facilities;                           |
| 3  | "(11) Fix, revise, charge, and collect fees, rents, or other charges for the use of, or              |
| 4  | attendance at, its facilities and for services rendered in connection with the use of, or attendance |
| 5  | at, its facilities;  |
| 6  | "(12) Manage parking lots, concessions, and other ancillary properties and                           |
| 7  | services at facilities under its jurisdiction, and on adjacent properties on which it may acquire    |
| 8  | leases or management agreements;   |
| 9  | "(13) Furnish such services to renters, lessees, and other occupants and users of                    |
| 10 | its facilities as in its judgment is necessary or suitable for carrying out its purposes;            |
| 11 | "(14) Provide through its employees, or by the grant of one or more concessions,                     |
| 12 | or both, for the furnishing of services and things for the accommodation of persons admitted to      |
| 13 | or using any of its facilities or portions of its facilities;  |
| 14 | "(15) Promote and seek outside funding for the preservation and enhancement of                       |
| 15 | Eastern Market and the Eastern Market Historic Special Use District through fund-raising events,     |
| 16 | contributions, grants, sales, the establishment of an endowment and other appropriate activities.    |
| 17 | Any funds raised in this way shall be deposited into the Fund;                                       |
| 18 | "(16) Exercise any power usually possessed by public enterprises or private                          |
| 19 | corporations performing similar functions which is not in conflict with Chapter 2 of Title 1, or     |
| 20 | the laws of the District;  |
| 21 | "(17) Establish budgets and authorize audits;  |
| 22 | "(18) Hire, fix compensation, and terminate the market manager and any                               |
| 23 | employees, and to establish policies and procedures relating to the personnel, including policies    |
| 24 | applicable to employment contracts, vacation, leave, retirement, and other benefits.                 |
| 25 | "(19) Develop a jury process for regular review of all vendors and applicants for                    |
| 26 | space for compliance and conformity to criteria contained herein or created by the Trust.            |
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| 1  | "(20) Do all things necessary or convenient to carry out the powers expressly                        |
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| 2  | provided by this act.".  |
| 3  | "Sec. 3b. Board of Directors.  |
| 4  | "(a) The Trust shall be governed by a Board of Directors, which shall establish bylaws               |
| 5  | that provide for the appointment of 11 members who shall be selected pursuant to subsection (b)      |
| 6  | of this section.   |
| 7  | "(b) The Board shall consist of 11 members, as follows:  |
| 8  | "(1) The initial Board members shall:  |
| 9  | "(A) Be appointed as follows:  |
| 10 | "(i) Two members appointed by the Mayor, one of whom shall be  |
| 11 | a resident of the Capitol Hill Historic District, one of whom shall serve a 3-year term and one of   |
| 12 | whom shall serve a 2-year term;  |
| 13 | "(ii) One member appointed by the Chairman of the Council, who                                       |
| 14 | shall serve a one-year term;   |
| 15 | "(iii) Three members appointed by the inside merchants, outside                                      |
| 16 | food vendors, and the combined outside arts and craft vendors. Each member shall be elected by       |
| 17 | the member's constituency annually by a democratic process to be determined by them. The             |
| 18 | voting plan must be approved by the remaining members of the Board of Directors before the           |
| 19 | vote shall take place. One of whom shall serve a 3-year term, one of whom shall serve a 2-year       |
| 20 | term, and one of whom shall serve a 1-year term.   |
| 21 | "(iv) Five appointed by the Ward 6 Councilmember, all of whom  |
| 22 | shall be residents of Ward 6, two of whom shall serve a 3-year term, two of whom shall serve a       |
| 23 | 2-year term, one of whom shall serve a 1-year term.  |
| 24 | "(v) Except for the Mayor's representatives and the Council  |
| 25 | Chair's representative, all board members must have proven expertise in at least one of the          |
| 26 | following skill sets; food, finance, business, historic preservation, arts, legal, merchandizing, or |
| 27 | marketing.   |
|    |  |

| 1  | "(vi) The market manager shall sit as a non-voting, ex-officio                                     |
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| 2  | member.  |
| 3  | "(B) Have its initial chairperson who shall serve one year as chairperson                          |
| 4  | selected by the Ward 6 Councilmember from among the Board members.                                 |
| 5  | "(2) Thereafter, all Board members shall:  |
| 6  | "(A) Serve 3-year terms;   |
| 7  | "(B) Be appointed by a majority of the vote of the Board based on                                  |
| 8  | expertise needed to fulfill the mission of the Board. Any person who meets the membership          |
| 9  | requirements in subsection (e) and the skill-set requirements of subparagraph (b)(1)(A)(v) of this |
| 10 | section may be nominated to serve on the Board and residents from surrounding neighborhood         |
| 11 | shall have preference for being appointed; and   |
| 12 | "(C) Select a chairperson from among the Board members by a majority                               |
| 13 | vote, the term of appointment to be adopted in the by-laws.  |
| 14 | "(c) Any person selected to fill a vacancy on the Board shall be appointed only for the            |
| 15 | unexpired terms of the Board member whose vacancy is being filled. If any Board member is          |
| 16 | appointed to fill an unexpired term with more than 2 years remaining in the term, upon             |
| 17 | expiration of the term, that Board member shall be deemed to have served a full 3-year term.       |
| 18 | "(d) No Board member shall serve more than 2 terms consecutively.                                  |
| 19 | "(e) Each Board member shall be a resident of the District or establish residency not later        |
| 20 | than 6 months after appointment to the Board. A Board member that fails to establish or maintain   |
| 21 | residency or for misconduct or neglect of duty (as defined by the Board in its by-laws) shall      |
| 22 | automatically be removed as a Board member. Should a Board member be indicted for the              |
| 23 | commission of a felony, the Board member shall be automatically suspended from serving on the      |
| 24 | Board. Upon a final determination of guilt or innocence, the term of the Board member shall,       |
| 25 | respectively, be automatically terminated or reinstated.   |
| 26 | "(f) The Board shall meet no less than once every 90 days, and these quarterly meetings            |
| 27 | shall be open to the public and provide an opportunity for receiving public input.                 |

"(g) Six non-conflicted voting Board members shall constitute a quorum for the
 transaction of business, and an affirmative vote of a majority shall be necessary for any valid
 Board action. No vacancy in membership shall impair the right of a quorum to exercise all rights
 and perform all duties of the Board.

5 "(h) The Board shall establish bylaws and procedures for community input and standing
6 committees for finance, leasing and licensure, marketing and communications, buildings, and
7 advisory review.

8 "(i) Except for tenant members, no member of the Board shall have an economic interest 9 in, or fiduciary responsibility for, any business or other activity operated or conducted in the 10 Eastern Market Historic Special Use District, or subject to control or regulation under this 11 chapter.

"(j) Board members shall serve without compensation, except that Board members may
be reimbursed for all reasonable and necessary expenses incurred while engaged in official
duties of the Board.

"(k) The Board shall supervise and provide coordinated management over all operations
in the Eastern Market Historic Special Use District and shall establish a process to work with the
new C Street Plaza owners on management of the weekend market on the Plaza.

18 "(1) Any Board member with a personal or business interest or family member with a 19 personal or business interest in a contract or transaction presented to the board for authorization, 20 approval, or ratification should give prompt and full disclosure of his/her interest prior to board 21 action. If the board determines that the disclosure shows a conflict of interest that board member 22 shall not vote on the issue or be counted in determining a quorum.".

23 "Sec. 3c. Market Manager.

"(a) The Board, by majority vote, shall employ a market manager to run the day-to-day
affairs of Eastern Market and enter into such contractual arrangements as the Trust deems
beneficial to the operation of Eastern Market. The market manager shall be a resident of the

| 1  | District and shall remain a District resident for the duration of his or her employment by the    |
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| 2  | Trust. Failure to maintain District residency shall result in a forfeiture of the position.       |
| 3  | "(b) The Market Manager shall perform the following duties and responsibilities:                  |
| 4  | "(1) Assist in the preparation of the budgets and annual reports;                                 |
| 5  | "(2) Execute all operating policies, rules, and regulations adopted by the Board;                 |
| 6  | "(3) Employ personnel;  |
| 7  | "(4) Assist with identifying and negotiating contractual arrangements.                            |
| 8  | "(5) Promote the mission of Eastern Market;   |
| 9  | "(6) Enter into direct leases or license agreements with market vendors and other                 |
| 10 | persons for use in accordance with this act; and  |
| 11 | "(7) Perform such other duties as may be authorized by the Board for the effective                |
| 12 | and efficient management of the Trust and its facilities.   |
| 13 | "(c) At the election of the Trust, the market manager may act as the lessor's agent on any        |
| 14 | existing lease, contract, agreement, or legally binding understanding with respect to any         |
| 15 | occupant or occupants of the Eastern Market building and the Eastern Market Historic Special      |
| 16 | Use District.   |
| 17 | "(d) The termination of the market manager shall require action of a majority of the              |
| 18 | Board.".  |
| 19 | "Sec. 3d. Duties of the Trust.  |
| 20 | "(a) The Trust shall cause to be prepared, before the start of each District government           |
| 21 | fiscal year budget-preparation cycle, a budget for the annual operating expenses and any capital  |
| 22 | improvements that may be required, together with any necessary cost/benefit analyses, and shall   |
| 23 | submit this budget to the Council and the Mayor for inclusion in the District of Columbia budget. |
| 24 | "(b) The Trust shall keep copies or electronic backup, stored off-site of the following:          |
| 25 | "(1) All applications for sub-leases;   |
| 26 | "(2) All space sub-leases issued; and   |

| 1  | "(3) All receipts collected for space charges for 10 years from their issuance, and               |
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| 2  | for any other revenue received from any lease or agreement to occupy or use any portion of the    |
| 3  | Eastern Market Square.  |
| 4  | "(c) The Trust shall make copies of documents referenced in section 3d(b) above                   |
| 5  | available for public inspection in hard copy or electronic format.                                |
| 6  | "(d) The Trust shall establish a records schedule for the preservation and                        |
| 7  | destruction of records.   |
| 8  | "(e) The Trust shall determine days of operation and hours for buying and selling for the         |
| 9  | following:  |
| 10 | "(1) The Eastern Market Historic Special Use District; and  |
| 11 | "(2) The sidewalk market.   |
| 12 | "(f) Buying and selling shall not be permitted on the sidewalk market, except with the            |
| 13 | prior written approval of the Trust or the market manager.  |
| 14 | "(g) The Trust shall regulate the goods sold by the various tenants with the objective of         |
| 15 | maintaining a diverse, high-quality fresh food market with specialty stands for meat, poultry and |
| 16 | eggs, fish and seafood, dairy products, fruits and vegetables, baked goods, dry groceries, herbs  |
| 17 | and spices, delicatessen items, and cut flowers and potted plants.                                |
| 18 | "(h) The Trust may enter into sub-leases or license agreements with licensees or tenants          |
| 19 | to occupy the Center Hall for purposes that, in the reasonable determination of the Corporation,  |
| 20 | are compatible with or supportive of other activities at Eastern Market and on the Eastern Market |
| 21 | Square.   |
| 22 | "(i) The Trust shall direct that sidewalk market stalls be located on the North Carolina          |
| 23 | Avenue, 7th Street, and C Streets sides of the Eastern Market building in a manner as to:         |
| 24 | "(1) Maintain ingress to, and egress from, the Eastern Market Building;                           |
| 25 | "(2) Maintain access for fire fighters and to any fire hydrants;                                  |
| 26 | "(3) Maintain passageways of at least 5 feet in width for use by the public;                      |
| 27 | "(4) Not obstruct the crosswalks on adjacent streets;   |

| 1  | "(5) Not encroach on trees or tree boxes; and  |
|----|--|
| 2  | "(6) Not impede use of the private right-of-way, which is adjacent to the Capitol                  |
| 3  | Hill Natatorium at 639 North Carolina Avenue, S.E.   |
| 4  | "(j) The Trust shall assign sidewalk market stalls by giving priority to the following:            |
| 5  | "(1) Throughout the week, to farmers and other market vendors of agricultural                      |
| 6  | products, the sidewalk market stalls along the farmers' line. Farmers shall receive first priority |
| 7  | and food merchants and wholesalers of agricultural products shall have second priority.            |
| 8  | "(2) Additional space shall be allotted to:  |
| 9  | "(A) Artists, crafters, and other market vendors of hand-crafted goods;                            |
| 10 | imported goods that are ethno-specific and are designed, produced and representative of the        |
| 11 | country of origin; and works of art.   |
| 12 | "(B) Market vendors of antiques or vintage goods or collectibles; hand-                            |
| 13 | crafted goods; imported goods that are ethno-specific and are designed, produced and               |
| 14 | representative of the country of origin; and works of art.   |
| 15 | "(k) Before a stall assignment shall be issued, the applicant shall have obtained any              |
| 16 | required business license and sales and use tax number except that no vendor's license shall be    |
| 17 | required, and shall have paid the market manager a uniform processing fee.                         |
| 18 | "(1) The Trust shall cause no fewer than 5 sidewalk market stalls to be temporarily                |
| 19 | available for use or sales by one or more community groups who have first obtained a stall         |
| 20 | assignment from the market manager to occupy the stall or stalls.                                  |
| 21 | "(m) The Trust shall set a schedule of daily space charges for sidewalk market stalls. A           |
| 22 | new space charge shall not take effect without 30 days' advance written notice prominently         |
| 23 | posted in the North and South Halls.".   |
| 24 | (d) Section 4 (D.C. Official Code § 37-103) is amended as follows:                                 |
| 25 | (1) Heading amended by striking the word "Enterprise."   |

| 1  | (2) Subsection (a) is amended by striking the word "CPMO" and inserting the                      |
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| 2  | word "Trust" in its place and also striking the word "Enterprise" from the "Eastern Market       |
| 3  | Enterprise Fund."  |
| 4  | (3) Subsection (b) is amended to read as follows:  |
| 5  | "(1) All revenues, proceeds, and moneys from whatever source derived                             |
| 6  | which are collected or received in connection with the operations of Eastern Market shall be the |
| 7  | property of the Trust and shall not, at anytime, be transferred to, lapse into, or be commingled |
| 8  | with the General Fund of the District of Columbia, the Cash Management Pool, or any other        |
| 9  | funds or accounts of the District of Columbia.   |
| 10 | "(2) The District Government shall maintain primary responsibility for                           |
| 11 | providing security personnel, trash pickup, snow removal, street cleaning, insurance costs, and  |
| 12 | gas, water and electric expenses for the Eastern Market Historic Special Use District except the |
| 13 | C Street Plaza. The District Government shall maintain primary responsibility for providing      |
| 14 | security personnel, trash pickup, snow removal, and street cleaning on the C Street Plaza on     |
| 15 | Saturday and Sunday from 10:00am through 6:00pm.   |
| 16 | "(3) The District of Columbia will remain responsible for funding any                            |
| 17 | major repairs, alterations, construction or improvements to the Market. The 'Trust' shall be     |
| 18 | responsible for routine maintenance and upkeep of the Eastern Market.                            |
| 19 | "(4) Paragraphs (2) and (3) of this subsection shall expire 10 years after                       |
| 20 | the effective date of the Eastern Market Preservation and Development Amendment Act of           |
| 21 | 2011.".  |
| 22 | (e) Section 6 (D.C. Official Code § 37-105) is repealed  |
| 23 | (f) Section 7 (D.C. Official Code § 37-106) is amended as follows:                               |
| 24 | (1) Subsections a, b, c, d, e, and g are repealed.   |
| 25 | (2) Subsection (h) is amended to read as follows:  |
| 26 | "(h) Notwithstanding any other law, alcoholic beverages may be sold within the                   |

1 Eastern Market Historic Special Use District in accordance with applicable law pursuant to 2 policies and procedures established by the Trust. The Alcoholic Beverage Regulation 3 Administration shall issue a special permit to the Trust allowing for such sales.". 4 (g) Sections 8(a), 9, and 10 (D.C. Official Code §§ 37-107(a), 37-108, 37-109) are 5 repealed. 6 (h) Section 11 (D.C. Official Code § 37-110) is repealed. 7 (i) Section 12 (D.C. Official Code § 37-111) is repealed. 8 (j) Section 14 (D.C. Official Code § 37-113) is amended to read as follows: 9 "Beginning on January 15, 2013, and on every third anniversary, the Trust shall 10 file a report with the Council that shall contain information for the 3-year period including a 11 report on the operations and management of Eastern Market, financial operations, and a report on the Market's capital status and needs.". 12 13 (k) A new section 15 is added to read as follows: 14 "Sec. 15. Debts and borrowing. 15 "(a) Under the terms of the lease agreement, the Trust is authorized by the Council 16 pursuant to section 490(a)(6) of the District of Columbia Home Rule Act, approved December 17 24, 1973 (87 Stat. 809; D.C. Official Code § 1-204.90(a)(6)), to incur debt, including lines of 18 credit, to carry out the authorized purposes of the Trust. The Trust may, at any time, and from 19 time to time, enter into debt obligations, by resolution of the Board. Debt of the Trust shall be 20 payable solely from the revenues of the Trust from whatever source derived and shall not be 21 issued in the form of obligations maturing longer than 5 years, including renewals. The Trust 22 shall have the power to incur indebtedness regardless of whether the interest payable by the Trust 23 or the income derived by the holders of the evidence of the indebtedness is, for the purposes of 24 federal taxation, includable in the taxable income of the recipients of these payments or is 25 otherwise not exempt from the imposition of taxable income on the recipients. No official, 26 employee, or agent of the Trust shall be held personally liable solely because a debt instrument is 27 issued.

| 1  | "(b) Under the terms of the lease, any debt created pursuant to this section shall not:          |
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| 2  | "(1) Be considered general obligation debt of the District for any purpose,                      |
| 3  | including the limitation on the annual aggregate limit on debt of the District of Columbia under |
| 4  | section 603(b) of the District of Columbia Home Rule Act, approved December 24, 1973 (87         |
| 5  | Stat. 814; D.C. Official Code § 1-206.03(b));  |
| 6  | "(2) Constitute a lending of the public credit for private undertakings for purposes             |
| 7  | of section 602(a)(2) of the District of Columbia Home Rule Act, approved December 24, 1973       |
| 8  | (87 Stat. 814; D.C. Official Code § 1-206.02(a)(2));   |
| 9  | "(3) Be a pledge of or involve the full faith and credit of the District of Columbia,            |
| 10 | other than with respect to any dedicated taxes; or   |
| 11 | "(4) Constitute a debt of the District.  |
| 12 | Sec. 3. Applicability date.  |
| 13 | This act shall not apply until January 1, 2013.  |
| 14 | Sec. 4. Fiscal impact statement.   |
| 15 | The Council adopts the fiscal impact statement in the committee report as the fiscal             |
| 16 | impact statement required by section 602(c)(3) of the District of Columbia Home Rule Act,        |
| 17 | approved December 24, 1973 (87 Stat. 813; D.C. Official Code § 1-206.02(c)(3)).                  |
| 18 | Sec. 5. Effective date.  |
| 19 | This act shall take effect following approval by the Mayor (or in the event of veto by the       |
| 20 | Mayor, action by the Council to override the veto), a 30-day period of Congressional review as   |
| 21 | provided in section 602(c)(1) of the District of Columbia Home Rule Act, approved December       |
| 22 | 24, 1973 (87 Stat. 813; D.C. Official Code § 1-206.02(c)(1)), and publication in the District of |
| 23 | Columbia Register.   |