

HOUSE BILL 906

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B2

2000 Regular Session
(01r2407)

ENROLLED BILL
-- Appropriations/Budget and Taxation --

Introduced by **Delegates Conway and Bozman**

Read and Examined by Proofreaders:

Proofreader.

Proofreader.

Sealed with the Great Seal and presented to the Governor, for his approval this
____ day of _____ at _____ o'clock, ____ M.

Speaker.

CHAPTER 650

1 AN ACT concerning

2 **Creation of a State Debt - Somerset County - Three Lower Counties**
3 **Community Service Clinic**

4 FOR the purpose of authorizing the creation of a State Debt in the amount of
5 ~~\$500,000~~ ~~\$400,000~~ \$300,000, the proceeds to be used as a grant to the Board of
6 Directors of Three Lower Counties Community Services, Inc. for certain
7 development or improvement purposes; providing for disbursement of the loan
8 proceeds, subject to a requirement that the grantee provide and expend a
9 matching fund; and providing generally for the issuance and sale of bonds
10 evidencing the loan.

11 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
12 MARYLAND, That:

13 (1) The Board of Public Works may borrow money and incur indebtedness on
14 behalf of the State of Maryland through a State loan to be known as the Somerset
15 County - Three Lower Counties Community Service Clinic Loan of 2000 in the total
16 principal amount of ~~\$500,000~~ ~~\$400,000~~ \$300,000. This loan shall be evidenced by the

1 issuance, sale, and delivery of State general obligation bonds authorized by a
2 resolution of the Board of Public Works and issued, sold, and delivered in accordance
3 with §§ 8-117 through 8-124 of the State Finance and Procurement Article and
4 Article 31, § 22 of the Code.

5 (2) The bonds to evidence this loan or installments of this loan may be sold as
6 a single issue or may be consolidated and sold as part of a single issue of bonds under
7 § 8-122 of the State Finance and Procurement Article.

8 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer
9 and first shall be applied to the payment of the expenses of issuing, selling, and
10 delivering the bonds, unless funds for this purpose are otherwise provided, and then
11 shall be credited on the books of the Comptroller and expended, on approval by the
12 Board of Public Works, for the following public purposes, including any applicable
13 architects' and engineers' fees: as a grant to the Board of Directors of Three Lower
14 Counties Community Services, Inc. (referred to hereafter in this Act as "the grantee")
15 for the construction, repair, renovation, reconstruction, and capital equipping of an
16 expansion to a medical and dental clinic.

17 (4) An annual State tax is imposed on all assessable property in the State in
18 rate and amount sufficient to pay the principal of and interest on the bonds, as and
19 when due and until paid in full. The principal shall be discharged within 15 years
20 after the date of issuance of the bonds.

21 (5) Prior to the payment of any funds under the provisions of this Act for the
22 purposes set forth in Section 1(3) above, the grantee shall provide and expend a
23 matching fund of \$250,000. No part of the grantee's matching fund may be provided,
24 either directly or indirectly, from funds of the State, whether appropriated or
25 unappropriated. The fund may consist of real property, in kind contributions, or funds
26 expended prior to the effective date of this Act. In case of any dispute as to the amount
27 of the matching fund or what money or assets may qualify as matching funds, the
28 Board of Public Works shall determine the matter and the Board's decision is final.
29 The grantee has until June 1, 2002, to present evidence satisfactory to the Board of
30 Public Works that a matching fund will be provided. If satisfactory evidence is
31 presented, the Board shall certify this fact to the State Treasurer, and the proceeds of
32 the loan shall be expended for the purposes provided in this Act.

33 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
34 June 1, 2000.