

HOUSE BILL 259

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B2

2001 Regular Session
(11r1727)

ENROLLED BILL
-- Appropriations/Budget and Taxation --

Introduced by **Delegates Vallario and Proctor**

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 - Prince George's County - Bethel Recreation**
3 **Center**

4 FOR the purpose of authorizing the creation of a State Debt not to exceed ~~\$500,000~~
5 \$250,000, the proceeds to be used as a grant to the Board of Trustees of Union
6 Bethel A.M.E. Church for certain development or improvement purposes;
7 providing for disbursement of the loan proceeds, subject to a requirement that
8 the grantee provide and expend a matching fund; prohibiting the use of the
9 proceeds of the sale of the bonds or the matching fund for sectarian religious
10 purposes; and providing generally for the issuance and sale of bonds evidencing
11 the loan.

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

14 (1) The Board of Public Works may borrow money and incur indebtedness on
15 behalf of the State of Maryland through a State loan to be known as the Prince
16 George's County - Bethel Recreation Center Loan of 2001 in a total principal amount

1 equal to the lesser of (i) ~~\$500,000~~ \$250,000 or (ii) the amount of the matching fund
2 provided in accordance with Section 1(5) below. This loan shall be evidenced by the
3 issuance, sale, and delivery of State general obligation bonds authorized by a
4 resolution of the Board of Public Works and issued, sold, and delivered in accordance
5 with §§ 8-117 through 8-124 of the State Finance and Procurement Article and
6 Article 31, § 22 of the Code.

7 (2) The bonds to evidence this loan or installments of this loan may be sold as
8 a single issue or may be consolidated and sold as part of a single issue of bonds under
9 § 8-122 of the State Finance and Procurement Article.

10 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer
11 and first shall be applied to the payment of the expenses of issuing, selling, and
12 delivering the bonds, unless funds for this purpose are otherwise provided, and then
13 shall be credited on the books of the Comptroller and expended, on approval by the
14 Board of Public Works, for the following public purposes, including any applicable
15 architects' and engineers' fees: as a grant to the Board of Trustees of Union Bethel
16 A.M.E. Church (referred to hereafter in this Act as "the grantee") for the planning,
17 design, construction, and capital equipping of the Bethel Recreation Center for use as
18 a gymnasium, cafe and bookstore, and community meeting area, to be located in
19 Brandywine, Maryland.

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

24 (5) Prior to the payment of any funds under the provisions of this Act for the
25 purposes set forth in Section 1(3) above, the grantee shall provide and expend a
26 matching fund. No part of the grantee's matching fund may be provided, either
27 directly or indirectly, from funds of the State, whether appropriated or
28 unappropriated. The fund may consist of real property, in kind contributions, or funds
29 expended prior to the effective date of this Act. In case of any dispute as to the amount
30 of the matching fund or what money or assets may qualify as matching funds, the
31 Board of Public Works shall determine the matter and the Board's decision is final.
32 The grantee has until June 1, 2003, to present evidence satisfactory to the Board of
33 Public Works that a matching fund will be provided. If satisfactory evidence is
34 presented, the Board shall certify this fact and the amount of the matching fund to
35 the State Treasurer, and the proceeds of the loan equal to the amount of the matching
36 fund shall be expended for the purposes provided in this Act. Any amount of the loan
37 in excess of the amount of the matching fund certified by the Board of Public Works
38 shall be canceled and be of no further effect.

39 (6) No portion of the proceeds of the loan or any of the matching funds may be
40 used for the furtherance of sectarian religious instruction, or in connection with the
41 design, acquisition, or construction of any building used or to be used as a place of
42 sectarian religious worship or instruction, or in connection with any program or
43 department of divinity for any religious denomination. Upon the request of the Board
44 of Public Works, the grantee shall submit evidence satisfactory to the Board that none

1 of the proceeds of the loan or any matching funds have been or are being used for a
2 purpose prohibited by this Act.

3 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
4 June 1, 2001.