

BY: Budget and Taxation Committee

AMENDMENTS TO HOUSE BILL NO. 147
(Third Reading File Bill)

AMENDMENT NO. 1

On page 55, in line 14, strike “, in” and substitute “;”

(a) In”;

and after line 43, insert:

“(b) (1) Subject to the conditions and restrictions in the budget bill, any municipality authorized by law to construct or maintain streets or roads may request a share of the funds provided under subsection (a) of this section.

(2) A request under this subsection shall be made in writing before the start of fiscal year 2006.”.

AMENDMENT NO. 2

On page 2, in line 25, after “purposes;” insert “providing that the proceeds of certain refunding bonds shall be credited to a nonbudgeted fund for accounting purposes;”.

On page 6, in line 33, after “7-324(d),” insert “8-131(g),”.

On page 28, after line 5, insert:

“8-131.

(g) (1) The Treasurer shall invest and apply proceeds of a sale of bonds issued under this section to ensure that the principal and redemption premium of, and interest on, the bonds that are being refunded will be paid in full when due.

(Over)

(2) The Treasurer may deposit any part of the proceeds of the sale of bonds issued under this section in a trust fund with a trust company or other banking institution, in the name of the State.

(3) The trustee may invest and reinvest money in the trust fund in:

(i) obligations of the United States;

(ii) obligations guaranteed by the United States;

(iii) certificates of deposit or time deposits secured by an obligation of the United States;

(iv) certificates of deposit or time deposits secured by an obligation guaranteed by the United States; or

(v) any obligation or other investment described in § 6-222(a) of this article.

(4) Interest, income, and profits on the investment may be applied in any lawful manner, including to the payment of:

(i) the bonds that are being refunded; and

(ii) the bonds issued under this section.

(5) The trustee shall make money in the trust fund available, as the Board requires, for the payment of:

(i) the principal and redemption premium of, and interest on, the bonds that are being refunded;

(ii) the principal and redemption premium of, and interest on, the bonds issued under this section; or

(iii) any other related costs.

(6) FOR STATE ACCOUNTING PURPOSES, THE PROCEEDS OF THE SALE OF BONDS ISSUED UNDER THIS SECTION SHALL BE CREDITED INTO A NONBUDGETED FUND.”.

On page 59, in line 3, after “That” insert “, except as otherwise provided in this section.”; and in line 4, after “July 1, 2005.” insert “Section 8-131(g) of the State Finance and Procurement Article, as enacted by Section 1 of this Act, shall take effect June 1, 2005.”.