

SENATE BILL 1176

B2

7lr3772

By: **Senator Waugh**

Introduced and read first time: March 6, 2017

Assigned to: Rules

A BILL ENTITLED

1 AN ACT concerning

2 **Creation of a State Debt – St. Mary’s County – Maryland Dove**

3 FOR the purpose of authorizing the creation of a State Debt in the amount of \$500,000, the
4 proceeds to be used as a grant to the Historic St. Mary’s City Commission for certain
5 development or improvement purposes; providing for disbursement of the loan
6 proceeds; establishing a deadline for the encumbrance or expenditure of the loan
7 proceeds; and providing generally for the issuance and sale of bonds evidencing the
8 loan.

9 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
10 That:

11 (1) The Board of Public Works may borrow money and incur indebtedness on
12 behalf of the State of Maryland through a State loan to be known as the St. Mary’s County
13 – Maryland Dove Loan of 2017 in the total principal amount of \$500,000. This loan shall be
14 evidenced by the issuance, sale, and delivery of State general obligation bonds authorized
15 by a resolution of the Board of Public Works and issued, sold, and delivered in accordance
16 with §§ 8–117 through 8–124 and 8–131.2 of the State Finance and Procurement Article.

17 (2) The bonds to evidence this loan or installments of this loan may be sold as a
18 single issue or may be consolidated and sold as part of a single issue of bonds under §
19 8–122 of the State Finance and Procurement Article.

20 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer and
21 first shall be applied to the payment of the expenses of issuing, selling, and delivering the
22 bonds, unless funds for this purpose are otherwise provided, and then shall be credited on
23 the books of the Comptroller and expended, on approval by the Board of Public Works, for
24 the following public purposes, including any applicable architects’ and engineers’ fees: as a
25 grant to the Historic St. Mary’s City Commission for the acquisition, planning, design,
26 construction, repair, renovation, reconstruction, site improvement, and capital equipping
27 of the vessel the Maryland Dove, located in St. Mary’s County.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



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

5 (5) The proceeds of the loan must be expended or encumbered by the Board of
6 Public Works for the purposes provided in this Act no later than June 1, 2024. If any funds
7 authorized by this Act remain unexpended or unencumbered after June 1, 2024, the
8 amount of the unencumbered or unexpended authorization shall be canceled and be of no
9 further effect. If bonds have been issued for the loan, the amount of unexpended or
10 unencumbered bond proceeds shall be disposed of as provided in § 8–129 of the State
11 Finance and Procurement Article.

12 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June
13 1, 2017.