

# SENATE BILL 689

B2

8lr2990  
CF 8lr3037

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By: **Senator DeGrange**

Introduced and read first time: February 2, 2018

Assigned to: Budget and Taxation

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## A BILL ENTITLED

1 AN ACT concerning

2 **Creation of a State Debt – Anne Arundel County – St. Philip Neri Community**  
3 **Hall**

4 FOR the purpose of authorizing the creation of a State Debt in the amount of \$72,000, the  
5 proceeds to be used as a grant to the Board of Directors of the St. Philip Neri School,  
6 Inc. for certain development or improvement purposes; providing for disbursement  
7 of the loan proceeds; prohibiting the use of the loan proceeds for sectarian religious  
8 purposes; establishing a deadline for the encumbrance or expenditure of the loan  
9 proceeds; and providing generally for the issuance and sale of bonds evidencing the  
10 loan.

11 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,  
12 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 Anne Arundel  
15 County – St. Philip Neri Community Hall Loan of 2018 in the total principal amount of  
16 \$72,000. This loan shall be evidenced by the issuance, sale, and delivery of State general  
17 obligation bonds authorized by a resolution of the Board of Public Works and issued, sold,  
18 and delivered in accordance with §§ 8–117 through 8–124 and 8–131.2 of the State Finance  
19 and Procurement Article.

20 (2) The bonds to evidence this loan or installments of this loan may be sold as a  
21 single issue or may be consolidated and sold as part of a single issue of bonds under §  
22 8–122 of the State Finance and Procurement Article.

23 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer and  
24 first shall be applied to the payment of the expenses of issuing, selling, and delivering the  
25 bonds, unless funds for this purpose are otherwise provided, and then shall be credited on  
26 the books of the Comptroller and expended, on approval by the Board of Public Works, for  
27 the following public purposes, including any applicable architects' and engineers' fees: as a

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 grant to the Board of Directors of the St. Philip Neri School, Inc. (referred to hereafter in  
2 this Act as “the grantee”) for the acquisition, planning, design, construction, repair,  
3 renovation, reconstruction, site improvement, and capital equipping of the St. Philip Neri  
4 Community Hall, including the installation of a new public address, sound, and electrical  
5 system, located in Anne Arundel County.

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

10 (5) No portion of the proceeds of the loan may be used for the furtherance of  
11 sectarian religious instruction, or in connection with the design, acquisition, or construction  
12 of any building used or to be used as a place of sectarian religious worship or instruction,  
13 or in connection with any program or department of divinity for any religious denomination.  
14 Upon the request of the Board of Public Works, the grantee shall submit evidence  
15 satisfactory to the Board that none of the proceeds of the loan have been or are being used  
16 for a purpose prohibited by this Act.

17 (6) The proceeds of the loan must be expended or encumbered by the Board of  
18 Public Works for the purposes provided in this Act no later than June 1, 2025. If any funds  
19 authorized by this Act remain unexpended or unencumbered after June 1, 2025, the  
20 amount of the unencumbered or unexpended authorization shall be canceled and be of no  
21 further effect. If bonds have been issued for the loan, the amount of unexpended or  
22 unencumbered bond proceeds shall be disposed of as provided in § 8–129 of the State  
23 Finance and Procurement Article.

24 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June  
25 1, 2018.