

By: Senator Miller

Introduced and read first time: February 12, 1996

Assigned to: Rules

Re-referred to: Budget and Taxation, February 14, 1996

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: March 27, 1996

CHAPTER ____

1 AN ACT concerning

2 **Creation of a State Debt - Prince George's County - Melwood - Horticultural Training**
3 **Center Facilities**

4 [TAG ftpo]FOR the purpose of authorizing the creation of a State Debt in the amount of ~~\$533,250~~
5 \$400,000, the proceeds to be used as a grant to the Board of Directors of the
6 Melwood Horticultural Training Center, Inc. for certain acquisition, development,
7 or improvement purposes; providing for disbursement of the loan proceeds, subject
8 to a requirement that the grantee provide and expend a matching fund; and
9 providing generally for the issuance and sale of bonds evidencing the loan.

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

12 (1) The Board of Public Works may borrow money and incur indebtedness on
13 behalf of the State of Maryland through a State loan to be known as the Prince George's
14 County - Melwood - Horticultural Training Center Facilities Loan of 1996 in the total
15 principal amount of ~~\$533,250~~ \$400,000. This loan shall be evidenced by the issuance, sale,
16 and delivery of State general obligation bonds authorized by a resolution of the Board of
17 Public Works and issued, sold, and delivered in accordance with §§ 8-117 through 8-124
18 of the State Finance and Procurement Article and Article 31, § 22 of the Code.

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

22 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer and
23 first shall be applied to the payment of the expenses of issuing, selling, and delivering the
24 bonds, unless funds for this purpose are otherwise provided, and then shall be credited on
25 the books of the Comptroller and expended, on approval by the Board of Public Works,

2

1 for the following public purposes, including any applicable architects'and engineers' fees:
2 as a grant to the Board of Directors of the Melwood Horticultural Training Center, Inc.
3 (referred to hereafter in this Act as "the grantee") for the planning, design, construction,
4 and capital equipping of a new building, together with parking facilities, and other site
5 improvements, for use as a training facility for developmentally disabled individuals, to be
6 located in Prince George's County.

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

11 (5) Prior to the payment of any funds under the provisions of this Act for the
12 purposes set forth in Section 1(3) above, the grantee shall provide andexpend a matching
13 fund of \$177,750. No part of the grantee's matching fund may be provided, either directly
14 or indirectly, from funds of the State, whether appropriated or unappropriated. No part
15 of the fund may consist of real property, in kind contributions, or funds expended prior to
16 the effective date of this Act. In case of any dispute as to the amountof the matching
17 fund or what money or assets may qualify as matching funds, the Board of Public Works
18 shall determine the matter and the Board's decision is final. The grantee has until June 1,
19 1998, to present evidence satisfactory to the Board of Public Works that a matching fund
20 will be provided. If satisfactory evidence is presented, the Board shall certify this fact to
21 the State Treasurer, and the proceeds of the loan shall be expended forthe purposes
22 provided in this Act.

23 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
24 June 1, 1996.