
By: Senator Teitelbaum

Introduced and read first time: February 19, 1996

Assigned to: Rules

A BILL ENTITLED

1 AN ACT concerning

2 Creation of a State Debt - Montgomery County - National Capital TrolleyMuseum

3 FOR the purpose of authorizing the creation of a State Debt not to exceed \$3,000,000,
4 the proceeds to be used as a grant to the Board of Directors of the National Capital
5 Historical Museum of Transportation, Inc. for certain acquisition, development, or
6 improvement purposes; providing for disbursement of the loan proceeds, subject to
7 a requirement that the grantee provide and expend a matching fund; and providing
8 generally for the issuance and sale of bonds evidencing the loan.

9 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
10 MARYLAND, 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 theMontgomery
13 County - National Capital Trolley Museum Loan of 1996 in a total principal amount
14 equal to the lesser of (i) \$3,000,000 or (ii) the amount of the matching fund provided in
15 accordance with Section 1(5) below. This loan shall be evidenced by theissuance, 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,
26 for the following public purposes, including any applicable architects'and engineers' fees:
27 as a grant to the Board of Directors of the National Capital HistoricalMuseum of
28 Transportation, Inc. (referred to hereafter in this Act as "the grantee") for the final
29 planning and design and for the construction and equipping of a new facility for the
30 National Capital Trolley Museum in Silver Spring, including correction of the original
31 design of the railway and relocation of part of it, improvement of access to the upper car
32 house, creation of a new visitors center with additional space for educational activities,
33 alternative construction for compliance with the access requirements ofthe Americans
34 with Disabilities Act, and other improvements, the construction of thisnew facility in a

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1 different section of the current site having been made necessary by highway
2 improvements in the area.

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

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

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