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1997 Regular Session
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By: Senator Dorman

Introduced and read first time: January 13, 1997
Assigned to: Budget and Taxation

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CHAPTER ____

1 AN ACT concerning

2 **Creation of a State Debt - Maryland-National Capital Park and Planning Commission -**
3 **Snow Hill Manor**

4 FOR the purpose of authorizing the creation of a State Debt not to exceed \$250,000, the
5 proceeds to be used as a grant to the Maryland-National Capital Park and Planning
6 Commission for certain development or improvement purposes; providing for
7 disbursement of the loan proceeds, subject to a requirement that the grantee
8 provide and expend a matching fund; requiring the granting of a historic easement;
9 and 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
14 Maryland-National Capital Park and Planning Commission - Snow Hill Manor Loan of
15 1997 in a total principal amount equal to the lesser of (i) \$250,000 or (ii) the amount of
16 the matching fund provided in accordance with Section 1(5) below. This loan shall be
17 evidenced by the issuance, sale, and delivery of State general obligation bonds authorized
18 by a resolution of the Board of Public Works and issued, sold, and delivered in
19 accordance with §§ 8-117 through 8-124 of the State Finance and Procurement Article
20 and Article 31, § 22 of the Code.

21 (2) The bonds to evidence this loan or installments of this loan may be sold as a
22 single issue or may be consolidated and sold as part of a single issue of bonds under §
23 8-122 of the State Finance and Procurement Article.

24 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer and
25 first shall be applied to the payment of the expenses of issuing, selling, and delivering the
26 bonds, unless funds for this purpose are otherwise provided, and then shall be credited on

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1 the books of the Comptroller and expended, on approval by the Board of Public Works,
2 for the following public purposes, including any applicable architects' and engineers' fees:
3 as a grant to the Maryland-National Capital Park and Planning Commission (referred to
4 hereafter in this Act as "the grantee") for the planning, design, repair, renovation, and
5 reconstruction of, and for the provision of capital equipment for, the Snow Hill Manor,
6 including the kitchen wing and entrance area and the installation of a sprinkler system.

7 (4) An annual State tax is imposed on all assessable property in the State 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 and expend a matching
13 fund. No part of the grantee's matching fund may be provided, either directly or
14 indirectly, from funds of the State, whether appropriated or unappropriated. No part of
15 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 amount of 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 1999, 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 and
21 the amount of the matching fund to the State Treasurer, and the proceeds of the loan
22 equal to the amount of the matching fund shall be expended for the purposes provided in
23 this Act. Any amount of the loan in excess of the amount of the matching fund certified
24 by the Board of Public Works shall be canceled and be of no further effect.

25 (6) (a) Prior to the issuance of the bonds, the grantee shall grant and convey to
26 the Maryland Historical Trust a perpetual preservation easement to the extent of its
27 interest:

28 (i) On the land or such portion of the land acceptable to the Trust;
29 and

30 (ii) On the exterior and interior, where appropriate, of the historic
31 structures.

32 (b) The easement must be in form and substance acceptable to the Trust
33 and the extent of the interest to be encumbered must be acceptable to the Trust.

34 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
35 June 1, 1997.

