

HOUSE BILL 1269

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B2

1998 Regular Session
8lr2385
CF 8lr2790

By: **Delegates Conway, Bozman, and McClenahan**
Introduced and read first time: February 13, 1998
Assigned to: Appropriations

Committee Report: Favorable with amendments
House action: Adopted
Read second time: March 31, 1998

CHAPTER _____

1 AN ACT concerning

2 **Creation of a State Debt - ~~Somerset, Caroline, Cecil, Dorchester, Kent,~~**
3 **Queen Anne's, Somerset, Talbot, Wicomico, and Worcester Counties - Dry**
4 **Hydrant System**

5 FOR the purpose of authorizing the creation of a State Debt in the amount of ~~\$75,000~~
6 \$100,000, the proceeds to be used as a grant to the Delmarva Advisory Council
7 for certain acquisition, development, or improvement purposes; providing for
8 disbursement of the loan proceeds; and providing generally for the issuance and
9 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 Somerset,
14 Wicomico, and Worcester Counties - Dry Hydrant System Loan of 1998 in the total
15 principal amount of ~~\$75,000~~ \$100,000. This loan shall be evidenced by the issuance,
16 sale, and delivery of State general obligation bonds authorized by a resolution of the
17 Board of Public Works and issued, sold, and delivered in accordance with §§ 8-117
18 through 8-124 of the State Finance and Procurement Article and Article 31, § 22 of
19 the Code.

20 (2) The bonds to evidence this loan or installments of this loan may be sold as
21 a 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
24 and first shall be applied to the payment of the expenses of issuing, selling, and
25 delivering the bonds, unless funds for this purpose are otherwise provided, and then

1 shall be credited on the books of the Comptroller and expended, on approval by the
2 Board of Public Works, for the following public purposes, including any applicable
3 architects' and engineers' fees: as a grant to the Delmarva Advisory Council for the
4 planning, design, and construction, in cooperation with the Maryland Forest Service,
5 of a dry hydrant system for fire service in rural areas of ~~Somerset~~, Caroline, Cecil,
6 Dorchester, Kent, Queen Anne's, Somerset, Talbot, Wicomico, and Worcester
7 Counties.

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

12 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
13 June 1, 1998.