

HOUSE BILL 1420

Unofficial Copy
B2

1998 Regular Session
(81r2804)

ENROLLED BILL
-- Appropriations/Budget and Taxation --

Introduced by **Delegates Montague and ~~Doory~~, Doory, and Dobson**

Read and Examined by Proofreaders:

Proofreader.

Proofreader.

Sealed with the Great Seal and presented to the Governor, for his approval this
____ day of _____ at _____ o'clock, ____ M.

Speaker.

CHAPTER _____

1 AN ACT concerning

2 **Creation of a State Debt - Baltimore City - Pen Lucy Community Center**

3 FOR the purpose of authorizing the creation of a State Debt not to exceed ~~\$200,000~~
4 \$100,000, the proceeds to be used as a grant to the Govans Economic
5 Management Senate (GEMS) for certain acquisition, development, or
6 improvement purposes; providing for disbursement of the loan proceeds, subject
7 to a requirement that the grantee provide and expend a matching fund; and
8 providing 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 the Baltimore
13 City - Pen Lucy Community Center Loan of 1998 in a total principal amount equal to
14 the lesser of (i) ~~\$200,000~~ \$100,000 or (ii) the amount of the matching fund provided in
15 accordance with Section 1(5) below. This loan shall be evidenced by the issuance, sale,
16 and delivery of State general obligation bonds authorized by a resolution of the Board

1 of Public Works and issued, sold, and delivered in accordance with §§ 8-117 through
2 8-124 of the State Finance and Procurement Article and Article 31, § 22 of the Code.

3 (2) The bonds to evidence this loan or installments of this loan may be sold as
4 a single issue or may be consolidated and sold as part of a single issue of bonds under
5 § 8-122 of the State Finance and Procurement Article.

6 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer
7 and first shall be applied to the payment of the expenses of issuing, selling, and
8 delivering the bonds, unless funds for this purpose are otherwise provided, and then
9 shall be credited on the books of the Comptroller and expended, on approval by the
10 Board of Public Works, for the following public purposes, including any applicable
11 architects' and engineers' fees: as a grant to the Govans Economic Management
12 Senate (GEMS) (referred to hereafter in this Act as "the grantee") for the planning,
13 design, repair, renovation, reconstruction, construction, and capital equipping and
14 furnishing of a multipurpose community center in the Wah building in the Pen Lucy
15 Community of Baltimore City, the center to include a police facility, a health facility,
16 and a recreation facility for the residents of the community.

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

21 (5) Prior to the payment of any funds under the provisions of this Act for the
22 purposes set forth in Section 1(3) above, the grantee shall provide and expend a
23 matching fund. No part of the grantee's matching fund may be provided, either
24 directly or indirectly, from funds of the State, whether appropriated or
25 unappropriated. No part of the fund may consist of real property, in kind
26 contributions, or funds expended prior to the effective date of this Act. ~~The matching~~
27 ~~fund may consist of in-kind contributions.~~ In case of any dispute as to the amount of
28 the matching fund or what money or assets may qualify as matching funds, the Board
29 of Public Works shall determine the matter and the Board's decision is final. The
30 grantee has until June 1, 2000, to present evidence satisfactory to the Board of Public
31 Works that a matching fund will be provided. If satisfactory evidence is presented, the
32 Board shall certify this fact and the amount of the matching fund to the State
33 Treasurer, and the proceeds of the loan equal to the amount of the matching fund
34 shall be expended for the purposes provided in this Act. Any amount of the loan in
35 excess of the amount of the matching fund certified by the Board of Public Works
36 shall be canceled and be of no further effect.

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

