

SENATE BILL 99

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SB 341/97 - B&T

1998 Regular Session
8r1194

By: **Senator Trotter**
Introduced and read first time: January 19, 1998
Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Creation of a State Debt - Prince George's County - Mount Rainier Public**
3 **Facilities**

4 FOR the purpose of authorizing the creation of a State Debt in the amount of
5 \$850,000, the proceeds to be used as a grant to the Mayor and City Council of
6 Mount Rainier for certain acquisition, development, or improvement purposes;
7 providing for disbursement of the loan proceeds, subject to a requirement that
8 the grantee provide and expend a matching fund; and providing generally for
9 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
14 George's County - Mount Rainier Public Facilities Loan of 1998 in the total principal
15 amount of \$850,000. This loan shall be evidenced by the issuance, sale, and delivery of
16 State general obligation bonds authorized by a resolution of the Board of Public
17 Works and issued, sold, and delivered in accordance with §§ 8-117 through 8-124 of
18 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 may be sold as
20 a 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 Treasure and
23 first shall be applied to the payment of the expenses of issuing, selling, and delivering
24 the bonds, unless funds for this purpose are otherwise provided, and then shall be
25 credited on the books of the Comptroller and expended, on approval be the Board of
26 Public Works, for the following public purposes, including any applicable architects'
27 and engineers' fees: as a grant to the Mayor and City Council of Mount Rainier
28 (referred to hereafter in this Act as "the grantee") for the acquisition, planning,
29 design, repair, renovation, construction, reconstruction, and capital equipping of a
30 police station in Mount Rainier.

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

5 (5) Prior to the payment of any funds under the provisions of this Act for the
6 purposes set forth in Section 1(3) above, the grantee shall provide and expend a
7 matching fund of \$740,000. No part of the grantee's matching fund may be provided,
8 either directly or indirectly, from funds of the State, whether appropriated or
9 unappropriated. No part of the fund may consist of real property, in kind
10 contributions, or funds expended prior to the effective date of this Act. In case of any
11 dispute as to the amount of the matching fund or what money or assets may qualify
12 as matching funds, the Board of Public Works shall determine the matter and the
13 Board's decision is final. The grantee has until June 1, 2000, to present evidence
14 satisfactory to the Board of Public Works that a matching fund will be provided. If
15 satisfactory evidence is presented, the Board shall certify this fact to the State
16 Treasurer, and the proceeds of the loan shall be expended for the purposes provided in
17 this Act.

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