

SENATE BILL 546

Unofficial Copy
B2

1998 Regular Session
(8lr1101)

ENROLLED BILL
-- Budget and Taxation/Appropriations --

Introduced by **Senator Astle**

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.

President.

CHAPTER _____

1 AN ACT concerning

2 **Creation of a State Debt - Anne Arundel County - Stanton Center**

3 FOR the purpose of authorizing the creation of a State Debt not to exceed ~~\$500,000~~
4 ~~\$100,000~~ \$150,000, the proceeds to be used as a grant to the Mayor and City
5 Council of the City of Annapolis 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;
8 requiring the grantee to grant and convey a certain easement to the Maryland
9 Historical Trust; and providing generally for the issuance and sale of bonds
10 evidencing the loan.

11 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
12 MARYLAND, That:

13 (1) The Board of Public Works may borrow money and incur indebtedness on
14 behalf of the State of Maryland through a State loan to be known as the Anne Arundel
15 County - Stanton Center Loan of 1998 in a total principal amount equal to the lesser
16 of (i) ~~\$500,000~~ ~~\$100,000~~ \$150,000 or (ii) the amount of the matching fund provided in

1 accordance with Section 1(5) below. This loan shall be evidenced by the issuance, sale,
2 and delivery of State general obligation bonds authorized by a resolution of the Board
3 of Public Works and issued, sold, and delivered in accordance with §§ 8-117 through
4 8-124 of the State Finance and Procurement Article and Article 31, § 22 of the Code.

5 (2) The bonds to evidence this loan or installments of this loan may be sold as
6 a single issue or may be consolidated and sold as part of a single issue of bonds under
7 § 8-122 of the State Finance and Procurement Article.

8 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer
9 and first shall be applied to the payment of the expenses of issuing, selling, and
10 delivering the bonds, unless funds for this purpose are otherwise provided, and then
11 shall be credited on the books of the Comptroller and expended, on approval by the
12 Board of Public Works, for the following public purposes, including any applicable
13 architects' and engineers' fees: as a grant to the Mayor and City Council of the City of
14 Annapolis (referred to hereafter in this Act as "the grantee") for the planning, design,
15 repair, renovation, restoration, expansion, and capital equipping and furnishing of
16 the Stanton Center on Clay Street in Annapolis, a building used by the Health
17 Department, the Annapolis Youth Services Bureau, and other community
18 organizations that are vital to the Clay Street area and to the City of Annapolis.

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

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

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

41 (i) On the land or such portion of the land acceptable to the Trust:
42 and

1 (ii) On the exterior and interior, where appropriate, of the historic
2 structures.

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

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