

SENATE BILL 597

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B2

1998 Regular Session
8lr2274
CF 8lr1660

By: **Senators Hughes, Boozer, Blount, Hollinger, Conway, Sfikas, Della,
Neall, Stone, Kelley, Jimeno, McFadden, and Fry**

Introduced and read first time: February 6, 1998

Assigned to: Budget and Taxation

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: March 27, 1998

CHAPTER _____

1 AN ACT concerning

2 **Creation of a State Debt - Baltimore City - Maryland Community Resource**
3 **Center, Inc.**

4 FOR the purpose of authorizing the creation of a State Debt not to exceed ~~\$1,000,000~~
5 \$500,000, the proceeds to be used as a grant to the Maryland Community
6 Resource Center, Inc. for certain acquisition, development, or improvement
7 purposes; providing for disbursement of the loan proceeds, subject to a
8 requirement that the grantee provide and expend a matching fund; and
9 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 Baltimore
14 City - Maryland Community Resource Center, Inc. Loan of 1998 in a total principal
15 amount equal to the lesser of (i) ~~\$1,000,000~~ \$500,000, or (ii) the amount of the
16 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
18 authorized by a resolution of the Board of Public Works and issued, sold, and
19 delivered in accordance with §§ 8-117 through 8-124 of the State Finance and
20 Procurement Article and Article 31, § 22 of the Code.

21 (2) The bonds to evidence this loan or installments of this loan may be sold as
22 a 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.

1 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer
2 and first shall be applied to the payment of the expenses of issuing, selling, and
3 delivering the bonds, unless funds for this purpose are otherwise provided, and then
4 shall be credited on the books of the Comptroller and expended, on approval by the
5 Board of Public Works, for the following public purposes, including any applicable
6 architects' and engineers' fees: as a grant to the Maryland Community Resource
7 Center, Inc. (referred to hereafter in this Act as "the grantee") for the planning,
8 design, repair, renovation, reconstruction, construction, and capital equipping of a
9 building located at Falls Road and Maryland Avenue in Baltimore City, the building
10 to be used by HERO and Moveable Feast, Inc. to provide comprehensive services for
11 individuals with acquired immune deficiency syndrome (AIDS) and human
12 immunodeficiency virus (HIV).

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

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

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