

SENATE BILL 599

Unofficial Copy  
B2

1998 Regular Session  
8r1875  
CF 8r2576

---

By: **Senators Hughes, McFadden, and Blount**  
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 - Sandtown-Winchester Senior**  
3 **Center**

4 FOR the purpose of authorizing the creation of a State Debt in the amount of  
5 ~~\$1,000,000~~ \$400,000, the proceeds to be used as a grant to the Board of Directors  
6 of the Sandtown-Winchester Senior Center, Inc. for certain acquisition,  
7 development, or improvement purposes; providing for disbursement of the loan  
8 proceeds, subject to a requirement that the grantee provide and expend a  
9 matching fund; 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 Baltimore  
15 City - Sandtown-Winchester Senior Center Loan of 1998 in the total principal  
16 amount of ~~\$1,000,000~~ \$400,000. This loan shall be evidenced by the issuance, sale,  
17 and delivery of State general obligation bonds authorized by a resolution of the Board  
18 of Public Works and issued, sold, and delivered in accordance with §§ 8-117 through  
19 8-124 of the State Finance and Procurement Article and Article 31, § 22 of 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 Board of Directors of the  
4 Sandtown-Winchester Senior Center, Inc. (referred to hereafter in this Act as "the  
5 grantee") for the planning, design, construction, and capital equipping of the  
6 Sandtown-Winchester Senior Center, a facility being developed to provide programs  
7 and services for senior citizens in the City of Baltimore.

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 (5) Prior to the payment of any funds under the provisions of this Act for the  
13 purposes set forth in Section 1(3) above, the grantee shall provide and expend a  
14 matching fund of ~~\$500,000~~ \$200,000. No part of the grantee's matching fund may be  
15 provided, either directly or indirectly, from funds of the State, whether appropriated  
16 or unappropriated. No part of the fund may consist of real property, in kind  
17 contributions, or funds expended prior to the effective date of this Act. In case of any  
18 dispute as to the amount of the matching fund or what money or assets may qualify  
19 as matching funds, the Board of Public Works shall determine the matter and the  
20 Board's decision is final. The grantee has until June 1, 2000, to present evidence  
21 satisfactory to the Board of Public Works that a matching fund will be provided. If  
22 satisfactory evidence is presented, the Board shall certify this fact to the State  
23 Treasurer, and the proceeds of the loan shall be expended for the purposes provided in  
24 this Act.

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