

SENATE BILL 615

Unofficial Copy  
B2

1998 Regular Session  
(8r1907)

**ENROLLED BILL**  
*-- Budget and Taxation/Appropriations --*

Introduced by **Senators Van Hollen, Hogan, Frosh, Dorman, Forehand,  
Teitelbaum, Ruben, and Roesser**

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 - Montgomery County - Center for Children and**  
3 **Families**

4 FOR the purpose of authorizing the creation of a State Debt not to exceed ~~\$1,000,000~~  
5 ~~\$950,000~~ \$1,000,000, the proceeds to be used as a grant to the Reginald S.  
6 Lourie Center for Infants and Young Children and the Grafton School for certain  
7 acquisition, development, or improvement purposes; providing for disbursement  
8 of the loan proceeds, subject to a requirement that the grantees jointly provide  
9 and expend a matching fund; and providing generally for the issuance and sale  
10 of bonds 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 Montgomery  
15 County - Center for Children and Families Loan of 1998 in a total principal amount

1 equal to the lesser of (i) ~~\$1,000,000~~ ~~\$950,000~~ \$1,000,000 or (ii) the amount of the  
2 matching fund provided in accordance with Section 1(5) below. This loan shall be  
3 evidenced by the issuance, sale, and delivery of State general obligation bonds  
4 authorized by a resolution of the Board of Public Works and issued, sold, and  
5 delivered in accordance with §§ 8-117 through 8-124 of the State Finance and  
6 Procurement Article and Article 31, § 22 of the Code.

7 (2) The bonds to evidence this loan or installments of this loan may be sold as  
8 a single issue or may be consolidated and sold as part of a single issue of bonds under  
9 § 8-122 of the State Finance and Procurement Article.

10 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer  
11 and first shall be applied to the payment of the expenses of issuing, selling, and  
12 delivering the bonds, unless funds for this purpose are otherwise provided, and then  
13 shall be credited on the books of the Comptroller and expended, on approval by the  
14 Board of Public Works, for the following public purposes, including any applicable  
15 architects' and engineers' fees: as a grant to the Reginald S. Lourie Center for Infants  
16 and Young Children and the Grafton School (referred to hereafter in this Act as "the  
17 grantees") for the planning, design, repair, renovation, construction, and  
18 reconstruction, including the testing for and abatement of hazardous materials, and  
19 capital equipping of a facility and related site work in Montgomery County for use as  
20 a center for children and families.

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

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

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

