

SENATE BILL 860

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2000 Regular Session
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By: **Senator Kasemeyer**
Introduced and read first time: February 23, 2000
Assigned to: Rules
Re-referred to: Budget and Taxation, February 25, 2000

Committee Report: Favorable with amendments
Senate action: Adopted
Read second time: March 29, 2000

CHAPTER _____

1 AN ACT concerning

2 **Creation of a State Debt - Baltimore County - Boys & Girls Clubs of Central**
3 **Maryland, Inc.**

4 FOR the purpose of authorizing the creation of a State Debt ~~in the amount of~~ not to
5 exceed \$320,000, the proceeds to be used as a grant to the Board of Directors of
6 the Boys & Girls Clubs of Central Maryland, Inc. for certain development or
7 improvement purposes; providing for disbursement of the loan proceeds, subject
8 to a 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 County - Boys & Girls Clubs of Central Maryland, Inc. Loan of 2000 in ~~the total~~
15 ~~principal amount of \$320,000~~ a total principal amount equal to the lesser of (i)
16 \$320,000 or (ii) the amount of the matching fund provided in accordance with Section
17 1(5) below. This loan shall be evidenced by the issuance, sale, and delivery of State
18 general obligation bonds authorized by a resolution of the Board of Public Works and
19 issued, sold, and delivered in accordance with §§ 8-117 through 8-124 of the State
20 Finance and 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 Board of Directors of the Boys & Girls
7 Clubs of Central Maryland, Inc. (referred to hereafter in this Act as "the grantee") for
8 the acquisition, renovation, repair, reconstruction, and capital equipping of an
9 existing building in Arbutus, Baltimore County, Maryland, for the Boys & Girls Clubs
10 of Central Maryland.

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

15 (5) Prior to the payment of any funds under the provisions of this Act for the
16 purposes set forth in Section 1(3) above, the grantee shall provide and expend a
17 matching fund of ~~\$320,000~~. No part of the grantee's matching fund may be provided,
18 either directly or indirectly, from funds of the State, whether appropriated or
19 unappropriated. No part of the fund may consist of real property, in kind
20 contributions, or funds expended prior to the effective date of this Act. In case of any
21 dispute as to the amount of the matching fund or what money or assets may qualify
22 as matching funds, the Board of Public Works shall determine the matter and the
23 Board's decision is final. The grantee has until June 1, 2002, to present evidence
24 satisfactory to the Board of Public Works that a matching fund will be provided. If
25 satisfactory evidence is presented, the Board shall certify this fact to the State
26 Treasurer, and the proceeds of the loan shall be expended for the purposes provided in
27 this Act.

28 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
29 June 1, 2000.