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By: **Delegates Conroy, Pitkin, and Hubbard** Introduced and read first time: January 26, 2001 Assigned to: Appropriations

A BILL ENTITLED

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7 77 4	1101	Concerning

- 2 Creation of a State Debt Prince George's County Ebenezer Community
 Life Center
- 4 FOR the purpose of authorizing the creation of a State Debt not to exceed \$1,000,000,
- 5 the proceeds to be used as a grant to the Board of Directors of Ebenezer
- 6 Community Development Corporation for certain 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; prohibiting
- 9 the use of the proceeds of the sale of the bonds and the matching fund for
- 10 religious purposes; etc.

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 Prince
- 15 George's County Ebenezer Community Life Center Loan of 2001 in a total principal
- 16 amount equal to the lesser of (i) \$1,000,000 or (ii) the amount of the matching fund
- 17 provided in accordance with Section 1(5) below. This loan shall be evidenced by the
- 18 issuance, sale, and delivery of State general obligation bonds authorized by a
- 19 resolution of the Board of Public Works and issued, sold, and delivered in accordance
- 20 with §§ 8-117 through 8-124 of the State Finance and Procurement Article and
- 21 Article 31, § 22 of the Code.
- 22 (2) The bonds to evidence this loan or installments of this loan may be sold as
- 23 a single issue or may be consolidated and sold as part of a single issue of bonds under
- 24 § 8-122 of the State Finance and Procurement Article.
- 25 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer
- 26 and first shall be applied to the payment of the expenses of issuing, selling, and
- 27 delivering the bonds, unless funds for this purpose are otherwise provided, and then
- 28 shall be credited on the books of the Comptroller and expended, on approval by the
- 29 Board of Public Works, for the following public purposes, including any applicable
- 30 architects' and engineers' fees: as a grant to the Board of Directors of Ebenezer
- 31 Community Development Corporation (referred to hereafter in this Act as "the
- 32 grantee") for the design, renovation, reconstruction, and capital equipping of two

- 1 existing buildings on Whitfield Chapel Road in Lanham, and the design and
- 2 construction of a new wing, to serve as a mixed educational, administrative, and
- 3 fellowship complex.
- 4 (4) An annual State tax is imposed on all assessable property in the State in
- 5 rate and amount sufficient to pay the principal of and interest on the bonds, as and
- 6 when due and until paid in full. The principal shall be discharged within 15 years
- 7 after the date of issuance of the bonds.
- 8 (5) Prior to the payment of any funds under the provisions of this Act for the
- 9 purposes set forth in Section 1(3) above, the grantee shall provide and expend a
- 10 matching fund. No part of the grantee's matching fund may be provided, either
- 11 directly or indirectly, from funds of the State, whether appropriated or
- 12 unappropriated. The fund may consist of real property and funds expended prior to
- 13 the effective date of this Act. In case of any dispute as to the amount of the matching
- 14 fund or what money or assets may qualify as matching funds, the Board of Public
- 15 Works shall determine the matter and the Board's decision is final. The grantee has
- 16 until June 1, 2003, to present evidence satisfactory to the Board of Public Works that
- 17 a matching fund will be provided. If satisfactory evidence is presented, the Board
- 18 shall certify this fact and the amount of the matching fund to the State Treasurer, and
- 19 the proceeds of the loan equal to the amount of the matching fund shall be expended
- 20 for the purposes provided in this Act. Any amount of the loan in excess of the amount
- 21 of the matching fund certified by the Board of Public Works shall be canceled and be
- 22 of no further effect.
- 23 (6) No portion of the proceeds of the loan or any of the matching funds may be
- 24 used for the furtherance of sectarian religious instruction, or in connection with the
- 25 design, acquisition, or construction of any building used or to be used as a place of
- 26 sectarian religious worship or instruction, or in connection with any program or
- 27 department of divinity for any religious denomination. Upon the request of the Board
- 28 of Public Works, the grantee shall submit evidence satisfactory to the Board that none
- 29 of the proceeds of the loan or any matching funds have been or are being used for a
- 30 purpose prohibited by this Act.
- 31 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 32 June 1, 2001.