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sy: Delegates Kagan, Gordon, and Barve Barve, and Mandel
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Committee Report: Favorable with amendments Iouse action: Adopted with floor amendments lead second time: March 24, 2001
CHAPTER
1 AN ACT concerning
2 Creation of a State Debt - Montgomery County - Mental Health Association of Montgomery County, Inc.
FOR the purpose of authorizing the creation of a State Debt not to exceed \$150,000  \$100,000, the proceeds to be used as a grant to the Board of Directors of the  Mental Health Association of Montgomery County, Inc. for certain development  or improvement purposes; providing for disbursement of the loan proceeds,  subject to a requirement that the grantee provide and expend a matching fund;  and 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 Montgomery 14 County - Mental Health Association of Montgomery County, Inc. Loan of 2001 in a 15 total principal amount equal to the lesser of (i) \$150,000 \$100,000 or (ii) the amount 16 of the matching fund provided in accordance with Section 1(5) below. This loan shall 17 be 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.

24 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer 25 and first shall be applied to the payment of the expenses of issuing, selling, and

- 1 delivering the bonds, unless funds for this purpose are otherwise provided, and then
- 2 shall be credited on the books of the Comptroller and expended, on approval by the
- 3 Board of Public Works, for the following public purposes, including any applicable
- 4 architects' and engineers' fees: as a grant to the Board of Directors of the Mental
- 5 Health Association of Montgomery County, Inc. (referred to hereafter in this Act as
- 6 "the grantee") for the repair and renovation of the heating and air conditioning
- 7 system, roof replacement, and upgrade of handicapped access to the mental health
- 8 facility on Twinbrook Parkway in Rockville.
- 9 (4) An annual State tax is imposed on all assessable property in the State in
- 10 rate and amount sufficient to pay the principal of and interest on the bonds, as and
- 11 when due and until paid in full. The principal shall be discharged within 15 years
- 12 after the date of issuance of the bonds.
- 13 (5) Prior to the payment of any funds under the provisions of this Act for the
- 14 purposes set forth in Section 1(3) above, the grantee shall provide and expend a
- 15 matching fund. No part of the grantee's matching fund may be provided, either
- 16 directly or indirectly, from funds of the State, whether appropriated or
- 17 unappropriated. No part of the fund may consist of real property or in kind
- 18 contributions. The matching fund may consist of funds expended prior to the effective
- 19 date of this Act. In case of any dispute as to the amount of the matching fund or what
- 20 money or assets may qualify as matching funds, the Board of Public Works shall
- 21 determine the matter and the Board's decision is final. The grantee has until June 1,
- 22 2003, to present evidence satisfactory to the Board of Public Works that a matching
- 23 fund will be provided. If satisfactory evidence is presented, the Board shall certify this
- 24 fact and the amount of the matching fund to the State Treasurer, and the proceeds of
- 25 the loan equal to the amount of the matching fund shall be expended for the purposes
- 26 provided in this Act. Any amount of the loan in excess of the amount of the matching
- 27 fund certified by the Board of Public Works shall be canceled and be of no further
- 28 effect.
- 29 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 30 June 1, 2001.