Unofficial Copy B2

By: Delegate Owings

Introduced and read first time: February 2, 2001 Assigned to: Appropriations

Committee Report: Favorable House action: Adopted Read second time: March 24, 2001

CHAPTER_____

1 AN ACT concerning

2 Creation of a State Debt - Calvert County - Twin Beach Community Health 3 Center

4 FOR the purpose of authorizing the creation of a State Debt in the amount of

5 \$150,000, the proceeds to be used as a grant to the Mayor and City Council of

6 the Town of North Beach for certain development or improvement purposes;

7 providing for disbursement of the loan proceeds, subject to a requirement that

8 the grantee provide and expend a matching fund; and providing generally for

9 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 Calvert

14 County - Twin Beach Community Health Center Loan of 2001 in the total principal

15 amount of \$150,000. This loan shall be evidenced by the issuance, sale, and delivery of

16 State general obligation bonds authorized by a resolution of the Board of Public

17 Works and issued, sold, and delivered in accordance with \$\$ 8-117 through 8-124 of

18 the State Finance and Procurement Article and Article 31, § 22 of the Code.

19 (2) The bonds to evidence this loan or installments of this loan may be sold as 20 a single issue or may be consolidated and sold as part of a single issue of bonds under 21 § 8-122 of the State Finance and Procurement Article.

22 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer

23 and first shall be applied to the payment of the expenses of issuing, selling, and

24 delivering the bonds, unless funds for this purpose are otherwise provided, and then

25 shall be credited on the books of the Comptroller and expended, on approval by the

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1 Board of Public Works, for the following public purposes, including any applicable

2 architects' and engineers' fees: as a grant to the Mayor and City Council of the Town

3 of North Beach (referred to hereafter in this Act as "the grantee") for the construction 4 of a free/low cost primary care and preventive services medical center located in the

5 North Beach/Chesapeake Beach area.

6 (4) An annual State tax is imposed on all assessable property in the State in 7 rate and amount sufficient to pay the principal of and interest on the bonds, as and 8 when due and until paid in full. The principal shall be discharged within 15 years 9 after the date of issuance of the bonds.

(5) Prior to the payment of any funds under the provisions of this Act for the
purposes set forth in Section 1(3) above, the grantee shall provide and expend a
matching fund of \$100,000. No part of the grantee's matching fund may be provided,
either directly or indirectly, from funds of the State, whether appropriated or
unappropriated. No part of the fund may consist of in kind contributions or funds
expended prior to the effective date of this Act. The fund may consist of real property.
In case of any dispute as to the amount of the matching fund or what money or assets
may qualify as matching funds, the Board of Public Works shall determine the matter
and the Board's decision is final. The grantee has until June 1, 2003, to present
evidence satisfactory to the Board of Public Works that a matching fund will be
provided. If satisfactory evidence is presented, the Board shall certify this fact to the
State Treasurer, and the proceeds of the loan shall be expended for the purposes

22 provided in this Act.

23 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 24 June 1, 2001.