

HOUSE BILL 981

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B2

2001 Regular Session
(11r1491)

ENROLLED BILL
-- Appropriations/Budget and Taxation --

Introduced by **Frederick County Delegation**

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.

Speaker.

CHAPTER _____

1 AN ACT concerning

2 **Creation of a State Debt - Frederick County - American Red Cross**

3 FOR the purpose of authorizing the creation of a State Debt not to exceed ~~\$350,000~~
4 ~~\$250,000~~ \$150,000, the proceeds to be used as a grant to the Board of Directors
5 of the Frederick County Chapter of the American Red Cross for certain
6 development or improvement purposes; providing for disbursement of the loan
7 proceeds, subject to a requirement that the grantee provide and expend a
8 matching fund; and providing generally for the issuance and sale of bonds
9 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 Frederick
14 County - American Red Cross Loan of 2001 in a total principal amount equal to the
15 lesser of (i) ~~\$350,000~~ ~~\$250,000~~ \$150,000 or (ii) the amount of the matching fund
16 provided in accordance with Section 1(5) below. This loan shall be evidenced by the

1 issuance, sale, and delivery of State general obligation bonds authorized by a
2 resolution of the Board of Public Works and issued, sold, and delivered in accordance
3 with §§ 8-117 through 8-124 of the State Finance and Procurement Article and
4 Article 31, § 22 of the Code.

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

8 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer
9 and first shall be applied to the payment of the expenses of issuing, selling, and
10 delivering the bonds, unless funds for this purpose are otherwise provided, and then
11 shall be credited on the books of the Comptroller and expended, on approval by the
12 Board of Public Works, for the following public purposes, including any applicable
13 architects' and engineers' fees: as a grant to the Board of Directors of the Frederick
14 County Chapter of the American Red Cross (referred to hereafter in this Act as "the
15 grantee") for the acquisition, repair, renovation, reconstruction, and capital equipping
16 of the headquarters of the Frederick County Chapter of the American Red Cross, to be
17 located in Walkersville, MD.

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

22 (5) Prior to the payment of any funds under the provisions of this Act for the
23 purposes set forth in Section 1(3) above, the grantee shall provide and expend a
24 matching fund. No part of the grantee's matching fund may be provided, either
25 directly or indirectly, from funds of the State, whether appropriated or
26 unappropriated. The fund may consist of real property, in kind contributions, or funds
27 expended prior to the effective date of this Act. In case of any dispute as to the amount
28 of the matching fund or what money or assets may qualify as matching funds, the
29 Board of Public Works shall determine the matter and the Board's decision is final.
30 The grantee has until June 1, 2003, to present evidence satisfactory to the Board of
31 Public Works that a matching fund will be provided. If satisfactory evidence is
32 presented, the Board shall certify this fact and the amount of the matching fund to
33 the State Treasurer, and the proceeds of the loan equal to the amount of the matching
34 fund shall be expended for the purposes provided in this Act. Any amount of the loan
35 in excess of the amount of the matching fund certified by the Board of Public Works
36 shall be canceled and be of no further effect.

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

