

HOUSE BILL 1016

Unofficial Copy
B2

2001 Regular Session
(11r2802)

ENROLLED BILL
-- Appropriations/Budget and Taxation --

Introduced by **Delegate Marriott**

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 - Baltimore City - Marvellous Works Outreach**
3 **Center**

4 FOR the purpose of authorizing the creation of a State Debt not to exceed ~~\$500,000~~
5 ~~\$400,000~~ \$300,000, the proceeds to be used as a grant to the Board of Directors
6 of Marvellous Works Outreach Center, 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;
9 prohibiting the use of the proceeds of the sale of the bonds and the matching
10 fund for sectarian religious purposes; and providing generally for the issuance
11 and sale of bonds evidencing the loan.

12 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
13 MARYLAND, That:

14 (1) The Board of Public Works may borrow money and incur indebtedness on
15 behalf of the State of Maryland through a State loan to be known as the Baltimore
16 City - Marvellous Works Outreach Center Loan of 2001 in a total principal amount

1 equal to the lesser of (i) ~~\$500,000~~ ~~\$400,000~~ \$300,000 or (ii) the amount of the
2 matching fund provided in accordance with Section 1(5) below. This loan shall be
3 evidenced by the issuance, sale, and delivery of State general obligation bonds
4 authorized by a resolution of the Board of Public Works and issued, sold, and
5 delivered in accordance with §§ 8-117 through 8-124 of the State Finance and
6 Procurement Article and Article 31, § 22 of the Code.

7 (2) The bonds to evidence this loan or installments of this loan may be sold as
8 a single issue or may be consolidated and sold as part of a single issue of bonds under
9 § 8-122 of the State Finance and Procurement Article.

10 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer
11 and first shall be applied to the payment of the expenses of issuing, selling, and
12 delivering the bonds, unless funds for this purpose are otherwise provided, and then
13 shall be credited on the books of the Comptroller and expended, on approval by the
14 Board of Public Works, for the following public purposes, including any applicable
15 architects' and engineers' fees: as a grant to the Board of Directors of Marvellous
16 Works Outreach Center, Inc. (referred to hereafter in this Act as "the grantee") for the
17 demolition of buildings at 2657, 2659, and 2661 West North Avenue and the planning,
18 design, construction, and capital equipping of a new building for use as a community
19 center to house adult day care and after school programs, and programs for transient
20 population.

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

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

40 (6) No portion of the proceeds of the loan or any of the matching funds may be
41 used for the furtherance of sectarian religious instruction, or in connection with the
42 design, acquisition, or construction of any building used or to be used as a place of
43 sectarian religious worship or instruction, or in connection with any program or
44 department of divinity for any religious denomination. Upon the request of the Board

1 of Public Works, the grantee shall submit evidence satisfactory to the Board that none
2 of the proceeds of the loan or any matching funds have been or are being used for a
3 purpose prohibited by this Act.

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