

HOUSE BILL 1147

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B2

2001 Regular Session  
11r2389  
CF SB 757

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By: **Delegates Hill, Patterson, and Valderrama**  
Introduced and read first time: February 9, 2001  
Assigned to: Appropriations

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

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CHAPTER \_\_\_\_\_

1 AN ACT concerning

2 **Creation of a State Debt - Prince George's County - Kairos Senior Citizens'**  
3 **Homes**

4 FOR the purpose of authorizing the creation of a State Debt ~~in the amount of~~  
5 ~~\$350,000~~ not to exceed \$330,000, the proceeds to be used as a grant to the Board  
6 of Directors of the Kairos Development Corporation, Inc. for certain  
7 development or improvement purposes; providing for disbursement of the loan  
8 proceeds, subject to a requirement that the grantee provide and expend a  
9 matching fund; and providing generally for the issuance and sale of bonds  
10 evidencing the loan.

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 - Kairos Senior Citizens' Homes Loan of 2001 ~~in the total principal~~  
16 ~~amount of \$350,000~~ a total principal amount equal to the lesser of (i) \$330,000 or (ii)  
17 the amount of the matching fund provided in accordance with Section 1(5) below. This  
18 loan shall be evidenced by the issuance, sale, and delivery of State general obligation  
19 bonds authorized by a resolution of the Board of Public Works and issued, sold, and  
20 delivered in accordance with §§ 8-117 through 8-124 of the State Finance and  
21 Procurement Article and 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.

1       (3)       The cash proceeds of the sale of the bonds shall be paid to the Treasurer  
2 and first shall be applied to the payment of the expenses of issuing, selling, and  
3 delivering the bonds, unless funds for this purpose are otherwise provided, and then  
4 shall be credited on the books of the Comptroller and expended, on approval by the  
5 Board of Public Works, for the following public purposes, including any applicable  
6 architects' and engineers' fees: as a grant to the Board of Directors of the Kairos  
7 Development Corporation, Inc. for the acquisition, repair, renovation, reconstruction,  
8 and capital equipping of two adjacent homes in Camp Springs, Maryland, for use as a  
9 senior citizens' home for men and a senior citizens' home for women.

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

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

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