

SENATE BILL 715

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B2

2001 Regular Session
11r2701
CF 11r1849

By: **Senator Baker**
Introduced and read first time: February 2, 2001
Assigned to: Budget and Taxation

Committee Report: Favorable with amendments
Senate action: Adopted
Read second time: March 29, 2001

CHAPTER _____

1 AN ACT concerning

2 **Creation of a State Debt - Kent County - Echo Hill Outdoor School**
3 **Improvements**

4 FOR the purpose of authorizing the creation of a State Debt in the amount of
5 ~~\$410,000~~ \$300,000, the proceeds to be used as a grant to the Board of Directors
6 of Echo Hill Outdoor School, Inc. for certain development or improvement
7 purposes; providing for disbursement of the loan proceeds, subject to a
8 requirement that the grantee provide and expend a matching fund; and
9 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 Kent County
14 - Echo Hill Outdoor School Improvements Loan of 2001 in the total principal amount
15 of ~~\$410,000~~ \$300,000. This loan shall be evidenced by the issuance, sale, and delivery
16 of 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

1 Board of Public Works, for the following public purposes, including any applicable
2 architects' and engineers' fees: as a grant to the Board of Directors of Echo Hill
3 Outdoor School, Inc. (referred to hereafter in this Act as "the grantee") for the
4 construction of an addition to Harris Hall, construction and capital equipping of an
5 agricultural demonstration area including a barn, renovation of staff housing
6 facilities, and renovation of nature preserve facilities.

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

11 (5) Prior to the payment of any funds under the provisions of this Act for the
12 purposes set forth in Section 1(3) above, the grantee shall provide and expend a
13 matching fund of \$161,000. No part of the grantee's matching fund may be provided,
14 either directly or indirectly, from funds of the State, whether appropriated or
15 unappropriated. ~~No part of the fund may consist of in kind contributions or funds~~
16 ~~expended prior to the effective date of this Act.~~ The fund may consist of real ~~property~~
17 property, in kind contributions, and funds expended prior to the effective date of this
18 Act. In case of any dispute as to the amount of the matching fund or what money or
19 assets may qualify as matching funds, the Board of Public Works shall determine the
20 matter and the Board's decision is final. The grantee has until June 1, 2003, to
21 present evidence satisfactory to the Board of Public Works that a matching fund will
22 be provided. If satisfactory evidence is presented, the Board shall certify this fact to
23 the State Treasurer, and the proceeds of the loan shall be expended for the purposes
24 provided in this Act.

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