

SENATE BILL 726

Unofficial Copy  
B2

2001 Regular Session  
(11r2589)

**ENROLLED BILL**  
*-- Budget and Taxation/Appropriations --*

Introduced by **Senator Astle**

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.

\_\_\_\_\_  
President.

CHAPTER \_\_\_\_\_

1 AN ACT concerning

2 **Creation of a State Debt - Anne Arundel County - Arundel Lodge**

3 FOR the purpose of authorizing the creation of a State Debt not to exceed ~~\$500,000~~  
4 \$240,000, the proceeds to be used as a grant to the Board of Directors of Arundel  
5 Lodge, Inc. for certain development or improvement purposes; providing for  
6 disbursement of the loan proceeds, subject to a requirement that the grantee  
7 provide and expend a matching fund; and providing generally for the issuance  
8 and sale of bonds evidencing the loan.

9 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF  
10 MARYLAND, That:

11 (1) The Board of Public Works may borrow money and incur indebtedness on  
12 behalf of the State to be known as the Anne Arundel County - Arundel Lodge Loan of  
13 2001 in a total principal amount equal to the lesser of (i) ~~\$500,000~~ \$240,000 or (ii) the  
14 amount of the matching fund provided in accordance with Section 1(5) below. This  
15 loan shall be evidenced by the issuance, sale, and delivery of State general obligation  
16 bonds authorized by a resolution of the Board of Public Works and issued, sold, and

1 delivered in accordance with §§ 8-117 through 8-124 of the State Finance and  
2 Procurement Article and Article 31, § 22 of the Code.

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

6 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer  
7 and first shall be applied to the payment of the expenses of issuing, selling, and  
8 delivering the bonds, unless funds for this purpose are otherwise provided, and then  
9 shall be credited on the books of the Comptroller and expended, on approval by the  
10 Board of Public Works, for the following public purposes, including any applicable  
11 architects' and engineers' fees: as a grant to the Board of Directors of Arundel Lodge,  
12 Inc. (referred to hereafter in this Act as "the grantee") for the acquisition, together  
13 with any necessary repairs and renovation of a new facility, the facility to be used as  
14 a setting for rehabilitation, psychosocial programs, vocational training, and other day  
15 programs of Arundel Lodge.

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

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

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

