

SENATE BILL 730

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B2

2001 Regular Session
11r2591
CF 11r2391

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

A BILL ENTITLED

1 AN ACT concerning

2 **Creation of a State Debt - Prince George's County - Kairos Low-Income**
3 **Housing Project**

4 FOR the purpose of authorizing the creation of a State Debt in the amount of
5 \$200,000, the proceeds to be used as a grant to the Board of Directors of Kairos
6 Development Corporation, Inc. for certain development or improvement
7 purposes; providing for disbursement of the loan proceeds; and providing
8 generally for the issuance 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 of Maryland through a State loan to be known as the Prince
13 George's County - Kairos Low-Income Housing Project Loan of 2001 in the total
14 principal amount of \$200,000. This loan shall be evidenced by the issuance, sale, and
15 delivery of State general obligation bonds authorized by a resolution of the Board of
16 Public Works and issued, sold, and delivered in accordance with §§ 8-117 through
17 8-124 of the State Finance and Procurement Article and Article 31, § 22 of the Code.

18 (2) The bonds to evidence this loan or installments of this loan may be sold as
19 a single issue or may be consolidated and sold as part of a single issue of bonds under
20 § 8-122 of the State Finance and Procurement Article.

21 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer
22 and first shall be applied to the payment of the expenses of issuing, selling, and
23 delivering the bonds, unless funds for this purpose are otherwise provided, and then
24 shall be credited on the books of the Comptroller and expended, on approval by the
25 Board of Public Works, for the following public purposes, including any applicable
26 architects' and engineers' fees: as a grant to the Board of Directors of Kairos
27 Development Corporation, Inc. for the acquisition, repair, renovation, reconstruction,
28 and capital equipping of a single family home in Camp Springs, Maryland, to be
29 offered to a low-income family at a reduced mortgage rate.

30 (4) An annual State tax is imposed on all assessable property in the State in
31 rate and amount sufficient to pay the principal of and interest on the bonds, as and

1 when due and until paid in full. The principal shall be discharged within 15 years
2 after the date of issuance of the bonds.

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