

SENATE BILL 866

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B2

2001 Regular Session
11r2866
CF 11r2865

By: **Senator Miller**

Introduced and read first time: February 22, 2001

Assigned to: Rules

Re-referred to: Budget and Taxation, March 5, 2001

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 - Calvert County - Chesapeake Beach Railway Trail**

3 FOR the purpose of authorizing the creation of a State Debt in the amount of
4 ~~\$300,000~~ \$250,000, the proceeds to be used as a grant to the Mayor and Town
5 Council of the Town of Chesapeake Beach for certain development or
6 improvement purposes; providing for disbursement of the loan proceeds; and
7 providing generally for the issuance and sale of bonds evidencing the loan.

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

10 (1) The Board of Public Works may borrow money and incur indebtedness on
11 behalf of the State of Maryland through a State loan to be known as the Calvert
12 County - Chesapeake Beach Railway Trail Loan of 2001 in a total principal amount of
13 ~~\$300,000~~ \$250,000. This loan shall be evidenced by the issuance, sale, and delivery of
14 State general obligation bonds authorized by a resolution of the Board of Public
15 Works and issued, sold, and delivered in accordance with §§ 8-117 through 8-124 of
16 the State Finance and Procurement Article and Article 31, § 22 of the Code.

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

20 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer
21 and first shall be applied to the payment of the expenses of issuing, selling, and
22 delivering the bonds, unless funds for this purpose are otherwise provided, and then
23 shall be credited on the books of the Comptroller and expended, on approval by the
24 Board of Public Works, for the following public purposes, including any applicable

1 architects' and engineers' fees: as a grant to the Mayor and Town Council of the Town
2 of Chesapeake Beach (referred to hereafter in this Act as "the grantee") for the
3 planning, design, and construction of facilities for the Chesapeake Beach Railway
4 Trail, a recreational trail that will include paved trails, timber walkways, and
5 bridges.

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

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