

SENATE BILL 809

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B2

2002 Regular Session
2lr2659
CF 2lr2399

By: **Senator Currie**
Introduced and read first time: February 13, 2002
Assigned to: Rules

A BILL ENTITLED

1 AN ACT concerning

2 **Creation of a State Debt - Prince George's County - Mission of Love**

3 FOR the purpose of authorizing the creation of a State Debt in the amount of
4 \$300,000, the proceeds to be used as a grant to the Board of Directors of Mission
5 of Love Community Development Corporation, Inc. 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 Prince
12 George's County - Mission of Love Loan of 2002 in the total principal amount of
13 \$300,000. This loan shall be evidenced by the issuance, sale, and delivery of State
14 general obligation bonds authorized by a resolution of the Board of Public Works and
15 issued, sold, and delivered in accordance with §§ 8-117 through 8-124 of the State
16 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
25 architects' and engineers' fees: as a grant to the Board of Directors of Mission of Love
26 Community Development Corporation, Inc. for the acquisition of real estate,
27 modification of its warehouse, and construction and capital equipping of a flea market
28 and thrift store to aid in the mission's prevention and remedy of homelessness by
29 developing an on-the-job training program in appliance and furniture repair and
30 reconditioning.

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

5 (5) Prior to the payment of any funds under the provisions of this Act for the
6 purposes set forth in Section 1(3) above, the grantee shall provide and expend a
7 matching fund of \$140,000. No part of the grantee's matching fund may be provided,
8 either directly or indirectly, from funds of the State, whether appropriated or
9 unappropriated. No part of the fund may consist of real property, in kind
10 contributions, or funds expended prior to the effective date of this Act. In case of any
11 dispute as to the amount of the matching fund or what money or assets may qualify
12 as matching funds, the Board of Public Works shall determine the matter and the
13 Board's decision is final. The grantee has until June 1, 2004, to present evidence
14 satisfactory to the Board of Public Works that a matching fund will be provided. If
15 satisfactory evidence is presented, the Board shall certify this fact to the State
16 Treasurer, and the proceeds of the loan shall be expended for the purposes provided in
17 this Act.

18 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
19 June 1, 2002.