B2 6lr0807 CF 6lr2601

By: Delegates Marriott, Anderson, C. Davis, Doory, Goodwin, Harrison,

Haynes, Kirk, Krysiak, McIntosh, Oaks, Paige, and Pugh Introduced and read first time: February 6, 2006

Assigned to: Appropriations

A BILL ENTITLED

1 AN ACT concerning

2 Creation of a State Debt - Baltimore City - The Trinity Family Life Center

- 3 FOR the purpose of authorizing the creation of a State Debt in the amount of
- 4 \$400,000, the proceeds to be used as a grant to the Board of Directors of The
- 5 Trinity Family Life Center, Inc. for certain development or improvement
- 6 purposes; providing for disbursement of the loan proceeds, subject to a
- 7 requirement that the grantee provide and expend a matching fund; prohibiting
- 8 the loan proceeds or the matching fund from being used for sectarian religious
- 9 purposes; establishing a deadline for the encumbrance or expenditure of the
- 10 loan proceeds; and providing generally for the issuance and sale of bonds
- 11 evidencing the loan.

12 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF

- 13 MARYLAND, That:
- 14 (1) The Board of Public Works may borrow money and incur indebtedness on
- 15 behalf of the State of Maryland through a State loan to be known as the Baltimore
- 16 City The Trinity Family Life Center Loan of 2006 in the total principal amount of
- 17 \$400,000. This loan shall be evidenced by the issuance, sale, and delivery of State
- 18 general obligation bonds authorized by a resolution of the Board of Public Works and
- 19 issued, sold, and delivered in accordance with §§ 8-117 through 8-124 of the State
- 20 Finance and Procurement Article and Article 31, § 22 of the Code.
- 21 (2) The bonds to evidence this loan or installments of this loan may be sold as
- 22 a single issue or may be consolidated and sold as part of a single issue of bonds under
- 23 § 8-122 of the State Finance and Procurement Article.
- 24 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer
- 25 and first shall be applied to the payment of the expenses of issuing, selling, and
- 26 delivering the bonds, unless funds for this purpose are otherwise provided, and then
- 27 shall be credited on the books of the Comptroller and expended, on approval by the
- 28 Board of Public Works, for the following public purposes, including any applicable
- 29 architects' and engineers' fees: as a grant to the Board of Directors of The Trinity
- 30 Family Life Center, Inc. (referred to hereafter in this Act as "the grantee") for the
- 31 repair, renovation, reconstruction, and capital equipping of a community center to

- 1 offer medical referral services, family counseling, tutorial services, and other services 2 to the community, located in Baltimore City.
- 3 (4) An annual State tax is imposed on all assessable property in the State in 4 rate and amount sufficient to pay the principal of and interest on the bonds as and 5 when due and until paid in full. The principal shall be discharged within 15 years
- 6 after the date of issuance of the bonds.
- 7 (5) Prior to the payment of any funds under the provisions of this Act for the 8 purposes set forth in Section 1(3) above, the grantee shall provide and expend a 9 matching fund of \$30,000. No part of the grantee's matching fund may be provided,
- 10 either directly or indirectly, from funds of the State, whether appropriated or
- 11 unappropriated. The fund may consist of real property, in kind contributions, or funds
- 12 expended prior to the effective date of this Act. In case of any dispute as to the amount
- 13 of the matching fund or what money or assets may qualify as matching funds, the
- 14 Board of Public Works shall determine the matter and the Board's decision is final.
- 15 The grantee has until June 1, 2008, to present evidence satisfactory to the Board of
- 16 Public Works that a matching fund will be provided. If satisfactory evidence is
- 17 presented, the Board shall certify this fact to the State Treasurer, and the proceeds of
- 18 the loan shall be expended for the purposes provided in this Act.
- 19 (6) No portion of the proceeds of the loan or any of the matching funds may be
- 20 used for the furtherance of sectarian religious instruction, or in connection with the
- 21 design, acquisition, or construction of any building used or to be used as a place of
- 22 sectarian religious worship or instruction, or in connection with any program or
- 23 department of divinity for any religious denomination. Upon the request of the Board
- 24 of Public Works, the grantee shall submit evidence satisfactory to the Board that none
- 25 of the proceeds of the loan or any matching funds have been or are being used for a
- 26 purpose prohibited by this Act.
- 27 (7) The proceeds of the loan must be expended or encumbered by the Board of
- 28 Public Works for the purposes provided in this Act no later than June 1, 2013. If any
- 29 funds authorized by this Act remain unexpended or unencumbered after June 1,
- 30 2013, the amount of the unencumbered or unexpended authorization shall be
- 31 canceled and be of no further effect. If bonds have been issued for the loan, the
- 32 amount of unexpended or unencumbered bond proceeds shall be disposed of as
- 33 provided in § 8-129 of the State Finance and Procurement Article.
- 34 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 35 June 1, 2006.