B2 6lr2521 CF 6lr2520

By: Delegate Minnick (By Request - Baltimore County Administration) and Delegates Arnick, Aumann, DeBoy, Frank, Jones, and Malone

Introduced and read first time: February 10, 2006

Assigned to: Appropriations

A BILL ENTITLED

1 AN ACT concerning

2 Creation of a State Debt - Baltimore County - Artificial Turf Fields

- 3 FOR the purpose of authorizing the creation of a State Debt not to exceed \$400,000,
- 4 the proceeds to be used as a grant to the County Executive and County Council
- of Baltimore County for certain development or improvement purposes;
- 6 providing for disbursement of the loan proceeds, subject to a requirement that
- 7 the grantee provide and expend a matching fund; establishing a deadline for the
- 8 encumbrance or expenditure of the loan proceeds; and providing generally for
- 9 the issuance and sale of bonds evidencing the loan.

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

- 11 MARYLAND, That:
- 12 (1) The Board of Public Works may borrow money and incur indebtedness on
- 13 behalf of the State of Maryland through a State loan to be known as the Baltimore
- 14 County Artificial Turf Fields Loan of 2006 in a total principal amount equal to the
- 15 lesser of (i) \$400,000 or (ii) the amount of the matching fund provided in accordance
- 16 with Section 1(5) below. This loan shall be evidenced by the issuance, sale, and
- 17 delivery of State general obligation bonds authorized by a resolution of the Board of
- 18 Public Works and issued, sold, and delivered in accordance with §§ 8-117 through
- 19 8-124 of the State Finance and Procurement Article and Article 31, § 22 of the Code.
- 20 (2) The bonds to evidence this loan or installments of this loan may be sold as
- 21 a single issue or may be consolidated and sold as part of a single issue of bonds under
- 22 § 8-122 of the State Finance and Procurement Article.
- 23 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer
- 24 and first shall be applied to the payment of the expenses of issuing, selling, and
- 25 delivering the bonds, unless funds for this purpose are otherwise provided, and then
- 26 shall be credited on the books of the Comptroller and expended, on approval by the
- 27 Board of Public Works, for the following public purposes, including any applicable
- 28 architects' and engineers' fees: as a grant to the County Executive and County Council
- 29 of Baltimore County (referred to hereafter in this Act as "the grantee") for the
- 30 planning, design, and construction of an artificial turf field, to be located in Baltimore
- 31 County.

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- 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. No part of the grantee's matching fund may be provided, either
- 8 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, 2008, 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 and the amount of
- 16 the matching fund to the State Treasurer, and the proceeds of the loan equal to the
- 17 amount of the matching fund shall be expended for the purposes provided in this Act.
- 18 Any amount of the loan in excess of the amount of the matching fund certified by the
- 19 Board of Public Works shall be canceled and be of no further effect.
- 20 (6) The proceeds of the loan must be expended or encumbered by the Board of
- 21 Public Works for the purposes provided in this Act no later than June 1, 2013. If any
- 22 funds authorized by this Act remain unexpended or unencumbered after June 1,
- 23 2013, the amount of the unencumbered or unexpended authorization shall be
- 24 canceled and be of no further effect. If bonds have been issued for the loan, the
- 25 amount of unexpended or unencumbered bond proceeds shall be disposed of as
- 26 provided in § 8-129 of the State Finance and Procurement Article.
- 27 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 28 June 1, 2006.