UNOFFICIAL COPY OF HOUSE BILL 1686

By: Delegate Ramirez Introduced and read first time: March 3, 2006 Assigned to: Rules and Executive Nominations

A BILL ENTITLED

1 AN ACT concerning

2 3	Creation of a State Debt - Prince George's County - Langley Park Multi-Service Center
4	FOR the purpose of authorizing the creation of a State Debt in the amount of
5	\$750,000, the proceeds to be used as a grant to the Catholic Archdiocese of
6	Washington for certain development or improvement purposes; providing for
7	disbursement of the loan proceeds, subject to a requirement that the grantee
8	provide and expend a matching fund; prohibiting the use of the loan proceeds or
9	the matching fund for sectarian religious purposes; establishing a deadline for
10	the encumbrance or expenditure of the loan proceeds; and providing generally
11	for the issuance and sale of bonds 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 Prince
16	George's County - Langley Park Multi-Service Center Loan of 2006 in the total
17	principal amount of \$750,000. This loan shall be evidenced by the issuance, sale, and
18	delivery of State general obligation bonds authorized by a resolution of the Board of
19	Public Works and issued, sold, and delivered in accordance with §§ 8-117 through
20	8-124 of the State 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
	delivering the bonds, unless funds for this purpose are otherwise provided, and then
	shall be credited on the books of the Comptroller and expended, on approval by the
	Board of Public Works, for the following public purposes, including any applicable
29	architects' and engineers' fees: as a grant to the Catholic Archdiocese of Washington

31 capital equipping of the gymnasium, health clinic, social service center, and youth

30 (referred to hereafter in this Act as "the grantee") for the design, construction, and

32 center of the Langley Park Multi-Service Center, located in Langley Park.

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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 matching fund of \$320,000. No part of the grantee's matching fund may be provided, 7 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 dispute as to the amount of the matching fund or what money or assets may qualify 11 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 to the State 16 Treasurer, and the proceeds of the loan shall be expended for the purposes provided in 17 this Act.

(6) No portion of the proceeds of the loan or any of the matching funds may be
used for the furtherance of sectarian religious instruction, or in connection with the
design, acquisition, or construction of any building used or to be used as a place of
sectarian religious worship or instruction, or in connection with any program or
department of divinity for any religious denomination. Upon the request of the Board
of Public Works, the grantee shall submit evidence satisfactory to the Board that none
of the proceeds of the loan or any matching funds have been or are being used for a
purpose prohibited by this Act.

(7) The proceeds of the loan must be expended or encumbered by the Board of
Public Works for the purposes provided in this Act no later than June 1, 2013. If any
funds authorized by this Act remain unexpended or unencumbered after June 1,
2013, the amount of the unencumbered or unexpended authorization shall be
canceled and be of no further effect. If bonds have been issued for the loan, the
amount of unexpended or unencumbered bond proceeds shall be disposed of as
provided in § 8-129 of the State Finance and Procurement Article.

33 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 34 June 1, 2006.

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