
By: **Senators Lawlah, Currie, and Kelley**
Introduced and read first time: February 3, 2006
Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Creation of a State Debt - Prince George's County - McGuire House Senior**
3 **Public Housing Development**

4 FOR the purpose of authorizing the creation of a State Debt in the amount of
5 \$3,000,000, the proceeds to be used as a grant to the County Executive and
6 County Council of Prince George's County for certain development or
7 improvement purposes; providing for disbursement of the loan proceeds;
8 establishing a deadline for the encumbrance or expenditure of the loan proceeds;
9 and providing generally for 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 Prince
14 George's County - McGuire House Senior Public Housing Development Loan of 2006
15 in the total principal amount of \$3,000,000. This loan shall be evidenced by the
16 issuance, sale, and delivery of State general obligation bonds authorized by a
17 resolution of the Board of Public Works and issued, sold, and delivered in accordance
18 with §§ 8-117 through 8-124 of the State Finance and Procurement Article and
19 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 Prince George's County for the planning, design, construction, renovation,
30 reconstruction, and capital equipping of the McGuire House Senior Public Housing,
31 located in Oxon Hill.

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

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