

SENATE BILL 27

B2

7lr0743

By: **Senator Pugh**

Introduced and read first time: January 15, 2007

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Creation of a State Debt – Baltimore City – Sandi’s Learning Center**

3 FOR the purpose of authorizing the creation of a State Debt not to exceed \$600,000,
4 the proceeds to be used as a grant to the Board of Directors of Sandi’s Learning
5 Center, Inc. for certain development or improvement purposes; providing for
6 disbursement of the loan proceeds, subject to a requirement that the grantee
7 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 City – Sandi’s Learning Center Loan of 2007 in a total principal amount equal to the
15 lesser of (i) \$600,000 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
21 as a single issue or may be consolidated and sold as part of a single issue of bonds
22 under § 8–122 of the State Finance and Procurement Article.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



28 (6) The proceeds of the loan must be expended or encumbered by the Board
29 of Public Works for the purposes provided in this Act no later than June 1, 2014. If any
30 funds authorized by this Act remain unexpended or unencumbered after June 1, 2014,
31 the amount of the unencumbered or unexpended authorization shall be canceled and
32 be of no further effect. If bonds have been issued for the loan, the amount of
33 unexpended or unencumbered bond proceeds shall be disposed of as provided in
34 § 8-129 of the State Finance and Procurement Article.

35 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
36 June 1, 2007.