

SENATE BILL 874

B4

71r3095

By: **Senator Pugh**

Introduced and read first time: February 21, 2007

Assigned to: Rules

Re-referred to: Budget and Taxation, March 2, 2007

Committee Report: Favorable

Senate action: Adopted

Read second time: March 24, 2007

CHAPTER _____

1 AN ACT concerning

2 **Baltimore City – New Shiloh Multipurpose Center Loan of 2001**

3 FOR the purpose of amending the Baltimore City – New Shiloh Multipurpose Center
4 Loan of 2001 to require that the loan proceeds be encumbered by the Board of
5 Public Works or expended for certain purposes by a certain date; and generally
6 relating to the Baltimore City – New Shiloh Multipurpose Center Loan of 2001.

7 BY repealing and reenacting, with amendments,
8 Chapter 297 of the Acts of the General Assembly of 2001
9 Section 1

10 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
11 MARYLAND, That:

12 **Chapter 297 of the Acts of 2001**

13 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
14 MARYLAND, That:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1 (1) The Board of Public Works may borrow money and incur indebtedness on
2 behalf of the State of Maryland through a State loan to be known as the Baltimore
3 City – New Shiloh Multipurpose Center Loan of 2001 in a total principal amount equal
4 to the lesser of (i) \$1,000,000 or (ii) the amount of the matching fund provided in
5 accordance with Section 1(5) below. This loan shall be evidenced by the issuance, sale,
6 and delivery of State general obligation bonds authorized by a resolution of the Board
7 of Public Works and issued, sold, and delivered in accordance with §§ 8–117 through
8 8–124 of the State Finance and Procurement Article and Article 31, § 22 of the Code.

9 (2) The bonds to evidence this loan or installments of this loan may be sold
10 as a single issue or may be consolidated and sold as part of a single issue of bonds
11 under § 8–122 of the State Finance and Procurement Article.

12 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer
13 and first shall be applied to the payment of the expenses of issuing, selling, and
14 delivering the bonds, unless funds for this purpose are otherwise provided, and then
15 shall be credited on the books of the Comptroller and expended, on approval by the
16 Board of Public Works, for the following public purposes, including any applicable
17 architects' and engineers' fees: as a grant to the Board of Directors of New Shiloh
18 Development Corporation, Inc. (referred to hereafter in this Act as "the grantee") for
19 the planning, design, repair, renovation, reconstruction, and capital equipping of an
20 existing building for use as the New Shiloh Multipurpose Center, located at 2100
21 Monroe Street in Baltimore, Maryland.

22 (4) An annual State tax is imposed on all assessable property in the State in
23 rate and amount sufficient to pay the principal of and interest on the bonds, as and
24 when due and until paid in full. The principal shall be discharged within 15 years
25 after the date of issuance of the bonds.

26 (5) Prior to the payment of any funds under the provisions of this Act for the
27 purposes set forth in Section 1(3) above, the grantee shall provide and expend a
28 matching fund. No part of the grantee's matching fund may be provided, either
29 directly or indirectly, from funds of the State, whether appropriated or
30 unappropriated. No part of the fund may consist of real property or in kind
31 contributions. The fund may consist of funds expended prior to the effective date of
32 this Act. In case of any dispute as to the amount of the matching fund or what money
33 or assets may qualify as matching funds, the Board of Public Works shall determine
34 the matter and the Board's decision is final. The grantee has until June 1, 2003, to
35 present evidence satisfactory to the Board of Public Works that a matching fund will
36 be provided. If satisfactory evidence is presented, the Board shall certify this fact and
37 the amount of the matching fund to the State Treasurer, and the proceeds of the loan
38 equal to the amount of the matching fund shall be expended for the purposes provided

1 in this Act. Any amount of the loan in excess of the amount of the matching fund
2 certified by the Board of Public Works shall be canceled and be of no further effect.

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

11 (7) **THE PROCEEDS OF THE LOAN MUST BE ENCUMBERED BY THE**
12 **BOARD OF PUBLIC WORKS OR EXPENDED FOR THE PURPOSES PROVIDED IN**
13 **THIS ACT NO LATER THAN JUNE 1, 2009.**

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

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.