

SENATE BILL 357

B2

8lr2551
CF HB 491

By: **Senator Peters**

Introduced and read first time: January 30, 2008

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Creation of a State Debt – Prince George’s County – Improvements to Pointer**
3 **Ridge Swim and Racquet Club**

4 FOR the purpose of authorizing the creation of a State Debt in the amount of \$20,000,
5 the proceeds to be used as a grant to the Board of Directors of Pointer Ridge
6 Swim and Racquet Club for certain development or improvement purposes,
7 providing for disbursement of the loan proceeds; subject to a requirement that
8 the grantee provide and expend a matching fund; establishing a deadline for the
9 encumbrance or expenditure of the loan proceeds; and providing generally for
10 the issuance and sale of bonds evidencing the loan.

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

13 (1) The Board of Public Works may borrow money and incur indebtedness on
14 behalf of the State of Maryland through a State loan to be known as the Prince
15 George’s County – Improvements to Pointer Ridge Swim and Racquet Club Loan of
16 2008 in the total principal amount of \$20,000. This loan shall be evidenced by the
17 issuance, sale, and delivery of State general obligation bonds authorized by a
18 resolution of the Board of Public Works and issued, sold, and delivered in accordance
19 with §§ 8–117 through 8–124 of the State Finance and Procurement Article and
20 Article 31, § 22 of the Code.

21 (2) The bonds to evidence this loan or installments of this loan may be sold
22 as a single issue or may be consolidated and sold as part of a single issue of bonds
23 under § 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
26 delivering the bonds, unless funds for this purpose are otherwise provided, and then
27 shall be credited on the books of the Comptroller and expended, on approval by the

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 Board of Public Works, for the following public purposes, including any applicable
2 architects' and engineers' fees: as a grant to the Board of Directors of Pointer Ridge
3 Swim and Racquet Club (referred to hereafter in this Act as "the grantee") for the
4 construction, repair, renovation, and capital equipping of the Pointer Ridge Swim and
5 Racquet Club, located in Bowie.

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

10 (5) Prior to the payment of any funds under the provisions of this Act for the
11 purposes set forth in Section 1(3) above, the grantee shall provide and expend a
12 matching fund of \$5,000. No part of the grantee's matching fund may be provided,
13 either directly or indirectly, from funds of the State, whether appropriated or
14 unappropriated. No part of the fund may consist of real property, in kind
15 contributions, or funds expended prior to the effective date of this Act. In case of any
16 dispute as to the amount of the matching fund or what money or assets may qualify as
17 matching funds, the Board of Public Works shall determine the matter and the
18 Board's decision is final. The grantee has until June 1, 2010, to present evidence
19 satisfactory to the Board of Public Works that a matching fund will be provided. If
20 satisfactory evidence is presented, the Board shall certify this fact to the State
21 Treasurer, and the proceeds of the loan shall be expended for the purposes provided in
22 this Act.

23 (6) The proceeds of the loan must be expended or encumbered by the Board
24 of Public Works for the purposes provided in this Act no later than June 1, 2015. If any
25 funds authorized by this Act remain unexpended or unencumbered after June 1, 2015,
26 the amount of the unencumbered or unexpended authorization shall be canceled and
27 be of no further effect. If bonds have been issued for the loan, the amount of
28 unexpended or unencumbered bond proceeds shall be disposed of as provided in
29 § 8-129 of the State Finance and Procurement Article.

30 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
31 June 1, 2008.