

SENATE BILL 808

B2

8lr3060
CF 8lr3149

By: **Senator Currie**

Introduced and read first time: February 7, 2008

Assigned to: Rules

A BILL ENTITLED

1 AN ACT concerning

2 **Creation of a State Debt – Prince George’s County – District Heights**
3 **Commercial Area Facade and Infrastructure Improvement Program**

4 FOR the purpose of authorizing the creation of a State Debt in the amount of
5 \$200,000, the proceeds to be used as a grant to the Mayor and City
6 Commissioners of the City of District Heights 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
9 proceeds; and providing generally for the issuance and sale of bonds evidencing
10 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 – District Heights Commercial Area Facade and Infrastructure
16 Improvement Program Loan of 2008 in the total principal amount of \$200,000. This
17 loan shall be evidenced by the issuance, sale, and delivery of State general obligation
18 bonds authorized by a resolution of the Board of Public Works and issued, sold, and
19 delivered in accordance with §§ 8–117 through 8–124 of the State Finance and
20 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
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 Mayor and City Commissioners of the
3 City of District Heights for the planning, design, construction, and repair of facilities
4 associated with the District Heights Commercial Area Facade and Improvement
5 Program, located in District Heights.

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) The proceeds of the loan must be expended or encumbered by the Board
11 of Public Works for the purposes provided in this Act no later than June 1, 2015. If any
12 funds authorized by this Act remain unexpended or unencumbered after June 1, 2015,
13 the amount of the unencumbered or unexpended authorization shall be canceled and
14 be of no further effect. If bonds have been issued for the loan, the amount of
15 unexpended or unencumbered bond proceeds shall be disposed of as provided in
16 § 8-129 of the State Finance and Procurement Article.

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