

SENATE BILL 898

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CF HB 981

By: **Senator Zirkin**

Introduced and read first time: February 18, 2008

Assigned to: Rules

A BILL ENTITLED

1 AN ACT concerning

2 **Creation of a State Debt – Baltimore County – Weinberg Village V Senior**
3 **Apartment Building**

4 FOR the purpose of authorizing the creation of a State Debt not to exceed \$1,000,000,
5 the proceeds to be used as a grant to the Board of Directors of Comprehensive
6 Housing Assistance, Inc., and the Board of Directors of the Harry and Jeanette
7 Weinberg Village V Limited Partnership for certain development or
8 improvement purposes; providing for disbursement of the loan proceeds, subject
9 to a requirement that the grantee provide and expend a matching fund;
10 establishing a deadline for the encumbrance or expenditure of the loan
11 proceeds; and providing generally for the issuance and sale of bonds evidencing
12 the loan.

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

15 (1) The Board of Public Works may borrow money and incur indebtedness on
16 behalf of the State of Maryland through a State loan to be known as the Baltimore
17 County – Weinberg Village V Senior Apartment Building Loan of 2008 in a total
18 principal amount equal to the lesser of (i) \$1,000,000 or (ii) the amount of the
19 matching fund provided in accordance with Section 1(5) below. This loan shall be
20 evidenced by the issuance, sale, and delivery of State general obligation bonds
21 authorized by a resolution of the Board of Public Works and issued, sold, and delivered
22 in accordance with §§ 8–117 through 8–124 of the State Finance and Procurement
23 Article and Article 31, § 22 of the Code.

24 (2) The bonds to evidence this loan or installments of this loan may be sold
25 as a single issue or may be consolidated and sold as part of a single issue of bonds
26 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.



1 (3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer
2 and first shall be applied to the payment of the expenses of issuing, selling, and
3 delivering the bonds, unless funds for this purpose are otherwise provided, and then
4 shall be credited on the books of the Comptroller and expended, on approval by the
5 Board of Public Works, for the following public purposes, including any applicable
6 architects' and engineers' fees: as a grant to the Board of Directors of Comprehensive
7 Housing Assistance, Inc., and the Board of Directors of the Harry and Jeanette
8 Weinberg Village V Limited Partnership (referred to hereafter in this Act as "the
9 grantee") for the planning, design, construction, repair, and capital equipping of the
10 Weinberg Village V Senior Apartment Building, located in Owings Mills.

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

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

30 (6) The proceeds of the loan must be expended or encumbered by the Board
31 of Public Works for the purposes provided in this Act no later than June 1, 2015. If any
32 funds authorized by this Act remain unexpended or unencumbered after June 1, 2015,
33 the amount of the unencumbered or unexpended authorization shall be canceled and
34 be of no further effect. If bonds have been issued for the loan, the amount of
35 unexpended or unencumbered bond proceeds shall be disposed of as provided in
36 § 8-129 of the State Finance and Procurement Article.

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