Department of Legislative Services

Maryland General Assembly 2011 Session

FISCAL AND POLICY NOTE

Senate Bill 967

(Senator Benson)

Budget and Taxation

Maryland Consolidated Capital Bond Loan of 2010 - Prince George's County - John E. Feggans Center Renovation

This bill specifies that the matching fund for the John E. Feggans Center Renovation project, as established by the Maryland Consolidated Capital Bond Loan of 2010, may consist of real property.

The bill takes effect June 1, 2011.

Fiscal Summary

State Effect: The bill does not directly affect governmental operations or finances.

Local Effect: Absent the bill, the City of Seat Pleasant could lose access to the \$205,000 in matching funds authorized for this project.

Small Business Effect: None.

Analysis

Current Law: Chapter 483 of 2010 authorized up to \$205,000 in matching funds to the Mayor and Common Council of the City of Seat Pleasant for the construction, repair, renovation, reconstruction, and capital equipping of the John E. Feggans Center, located in Seat Pleasant. Matching funds may not consist of real property, in-kind contributions, or funds expended prior to the June 1, 2010 effective date of Chapter 483.

Background: The grantee advises that the purpose of the project is to restore the John E. Feggans Center and renovate the building so that it may serve as a small business

incubator and a "one-stop destination" for city services. The grantee advises that numerous repairs and improvements to the building are necessary, including (1) replacing the roof; (2) mold and asbestos abatement; (3) replacement of carpeting, ceiling tiles, and drywall; and (4) inspection of all major building systems, such as the electrical, plumbing, fire alarm, and heating, ventilation, and air-conditioning systems.

The grantee intends to use the assessed value of the building and adjacent property to meet the matching fund requirement, which is not allowable under the terms of Chapter 483. The bill's changes permit the grantee to do so.

Additional Information

Prior Introductions: None.

Cross File: None.

Information Source(s): City of Seat Pleasant, Prince George's County, Department of

General Services, Department of Legislative Services

Fiscal Note History: First Reader - March 21, 2011

mlm/ljm

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