

Department of Legislative Services
Maryland General Assembly
2012 Session

FISCAL AND POLICY NOTE

Senate Bill 996 (Senator Benson)
Budget and Taxation

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

This bill extends the deadline – from June 1, 2012, to June 1, 2014 – for the Mayor and Common Council of the City of Seat Pleasant, as grantee, to provide evidence that a matching fund will be provided for the John E. Feggans Center Renovation project, as required in the Maryland Consolidated Capital Bond Loan of 2010. The bill also specifies that the proceeds of the loan must be encumbered by the Board of Public Works or expended by the grantee by June 1, 2014.

The bill takes effect June 1, 2012.

Fiscal Summary

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

Local Effect: The City of Seat Pleasant will be able to access a grant of up to \$205,000 until June 1, 2014.

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. As originally authorized, matching funds could not consist of real property, in-kind contributions, or funds expended prior to the June 1, 2010 effective date of Chapter 483;

however, Chapter 396 of 2011 specified that the matching fund for the project may consist of real property. The grantee has until June 1, 2012, to present evidence that the required matching fund will be provided. The proceeds of the loan must be encumbered by the Board of Public Works or expended by the grantee by June 1, 2012. Chapter 483 authorized the separate grants; the bill's changes affect both grants.

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. A feasibility study for the project was recently completed and is under review.

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 11, 2012
mlm/ljm

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