

Chapter 596

(House Bill 1400)

AN ACT concerning

Morgan State University – Increasing Bond Principal Amount

FOR the purpose of providing that, for Morgan State University, the aggregate principal amount of bonds outstanding and the present value of capital lease payments, less the amount of any reserve fund or sinking fund requirement, may not exceed, as of the date of issue of the bonds, a certain amount; and generally relating to the bond issuance authority for Morgan State University.

BY repealing and reenacting, with amendments,
Article – Education
Section 19–102(c)
Annotated Code of Maryland
(2018 Replacement Volume and 2021 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
That the Laws of Maryland read as follows:

Article – Education

19–102.

(c) (1) The aggregate principal amount of bonds outstanding and the present value of capital lease payments, less the amount of any reserve fund or sinking fund requirement established for the bonds or capital leases, may not exceed, as of the date of issue of the bonds, the following:

- (i) \$1,400,000,000 for the University System of Maryland;
- (ii) ~~[\$88,000,000]~~ **\$140,000,000** for Morgan State University;
- (iii) \$60,000,000 for St. Mary’s College of Maryland; and
- (iv) \$65,000,000 for Baltimore City Community College.

(2) Bonds outstanding do not include:

(i) Bonds previously issued by a system or any predecessor that are to be refunded, but only:

1. To the extent of any outstanding principal on the bonds that are being refunded; and

2. If an escrow or other similar arrangement has been made and held by the State Treasurer, a bank, or a trust company for the payment of such bonds, whether or not redeemed; or

(ii) Borrowings pursuant to § 12–105(c) of this article, except to the extent that such borrowings are subject to a financing agreement the term of which is for more than 5 years for the acquisition of the personal property.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2022.

Enacted under Article II, § 17(c) of the Maryland Constitution, May 29, 2022.