Any Federal grant which may be available for this purpose shall be applied first to the cost of construction, acquisition and/or renovation and equipment of each Community Mental Health Center Component or Mental Retardation Facility. State grants shall be used to supplement Federal grants when available in such a manner that grants from these combined State and Federal sources provide not more than 67% of the total eligible cost of the project; except for those projects designated under Federal regulations; State Plans, and regulations provided for by this Act as eligible for poverty area funding, grants from combined State and Federal sources may provide not more than 90% of the total eligible costs of the project.

Any State grants made within limitation (1) or from State funds only shall not exceed 50% of the total construction, acquisition and/or renovation and equipment costs of any Community Mental Health Center Component or Mental Retardation Facility, except for those projects designated under Federal regulations, State Plans, and regulations provided for by this Act as eligible for poverty area funding, grants from State sources may not exceed 75% of eligible costs.

The application in the first instance shall be directed to the Secretary of Health and Mental Hygiene and, upon the approval of the plans by the Secretary of Health and Mental Hygiene, the Secretary shall promptly report the petition to the Board of Public Works, together with its report that the project has been approved by the Secretary of Health and Mental Hygiene, and that the Board of Public Works should make available the necessary matching funds as provided hereunder.

- (4) The Board of Public Works shall make allocations from moneys available under this Act as follows:
- (a) To every Community Mental Health Center Component or Mental Retardation Facility receiving a Federal grant a supplementary sum toward the cost of the same project, subject to the limitations set forth in subsection (c)-(1) and (2) of this section; or
- (b) To every Community Mental Health Center Component or Mental Retardation Facility eligible for grants under this Act, when Federal funds are not available, subject to the limitations cited in subsection (c)-(2) of this section.

The Board shall certify the allocation of State funds to the Treasurer of the State, and the Treasurer shall make them available to the Community Mental Health Center Component or Mental Retardation Facility when needed for the construction, acquisition and/or renovation and equipment of the project.

(5) The Board of Public Works is authorized, in its discretion, to adopt and promulgate rules and regulations for receiving such applications from public and other nonprofit Community Mental Health Center Component or Mental Retardation Facilities in this State and for the consideration of petitions and disbursing of the funds to the eligible public and other nonprofit Community Mental Health Center Component or Mental Retardation Facility, within the spirit and intent of this Act.

SECTION 6. AND BE IT FURTHER ENACTED, That all funds which may be appropriated at any time or from time to time by the General Assembly in any annual State Budget Bill for the payment of principal and interest on bonds issued pursuant to this Act shall be deposited in the Annuity Bond Fund by the State Comptroller to be applied to the payment of principal and interest on bonds issued pursuant to this Act.