

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. ]]

(2) The remainder of the proceeds of such loan shall be credited on the books of the State Comptroller, to be expended as needed by the State, upon approval by the Board of Public Works, for the construction, acquisition, and/or renovation and equipping of Community Mental Health Center Components and Mental Retardation Facilities in this State.

(a) For the purposes of this Act, "facility" means a Community Mental Health Center Component or Mental Retardation Facility wholly owned by a county and/or municipality and operated under such authority, or a nonprofit Community Mental Health Center Component or Mental Retardation Facility wholly owned by a nonprofit organization as defined below and operated under its authority, provided that the sponsor of such a facility meets the following qualifications:

(1) It is a bona fide religious organization, no part of the earnings of which inures to the benefit of any individual or is used for any purpose other than the maintenance and operation of the facility or the purchase of equipment to be used in the facility or the expansion of the facility; or

(2) It is an organization chartered as a nonprofit corporation, no part of the earnings of which inures to the benefit of any individual or is used for any purpose other than the maintenance and operation of the facility or the purchase of equipment to be used in the facility or the expansion of the facility, and is classified by the Federal Internal Revenue Service as nonprofit.

(b) Prior to the authorization of any construction grant under this Act for any facility, the applicant shall file with the State Department of Health and Mental Hygiene:

(1) A financial statement setting forth the personnel employed or to be employed, all remunerations and perquisites for personal services and other expenses paid or to be paid and the expenses incurred or to be incurred in carrying out the operation of the facility; and

(2) The schedule of rates charged or to be charged for services rendered.

(c) The Secretary of Health and Mental Hygiene is