

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That:

(1) The Board of Public Works may borrow money and incur indebtedness on behalf of the State of Maryland through a State loan to be known as the Supplemental Public School Construction and Capital Improvement Loan of 1981 in the aggregate principal amount of ~~\$10,000,000~~ 4,000,000 2,000,000. This loan shall be evidenced by the issuance and sale of State general obligation bonds authorized by a resolution of the Board of Public Works and issued, sold and delivered in accordance with the provisions of §§ 19 to 23 of Article 31 of the Annotated Code of Maryland (1976 Replacement Volume and 1980 Supplement, as amended from time to time).

(2) The bonds issued to evidence this loan or installments thereof may be sold as a single issue, or may be consolidated and sold as part of a single issue of bonds under § 2B of Article 31 of the Code.

(3) The actual cash proceeds of the sale of the bonds shall be paid to the Treasurer and shall be first applied to the payment of the expenses of issuing and delivering the bonds unless funds for this purpose are otherwise provided and thereafter shall be credited on the books of the State Comptroller and expended, upon approval by the Board of Public Works, for the following public purposes, including any applicable architects' and engineers' fees: to finance the cost of the acquisition of such real estate as may be required in connection with the construction of public school buildings and facilities, by each of the counties in this State and by the Mayor and City Council of Baltimore and to finance the costs of construction, improvement, or renovation of public school buildings and facilities by the counties of the State and the City of Baltimore not eligible for State financing under Section 5-301 of the Education Article of the Annotated Code of Maryland (1978 Volume and 1980 Supplement, as amended from time to time).

(4) There is hereby levied and imposed an annual State tax on all assessable property in the State in rate and amount sufficient to pay the principal of and interest on the bonds as and when due and until paid in full, such principal to be discharged within 15 years of the date of issue of the bonds.

SECTION 2. AND BE IT FURTHER ENACTED, That the financial assistance shall be granted for the purposes stated above to each of the counties in this State and to the Mayor and City Council of Baltimore upon the following terms and conditions:

(a) Whenever any county or the City of Baltimore desires to participate in the financial assistance which is