

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 Kent County Jail Loan of 1981 in the aggregate principal amount of \$1,500,000. 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: for alteration, enlargement, extension, expansion, improvement, reconstruction, rehabilitation, renovation, and repair of the Kent County Jail, including the costs of acquisition and development of property rights, acquisition and installation of furnishings and equipment and any related financial and planning services.

(4) Prior to the payment of any funds under the provisions of this Act for the purposes set forth in Section 1 (3) above, Kent County shall provide at least an equal and matching fund of \$1,500,000 for this project. No part of the applicant's matching fund may be provided from State funds either directly or indirectly. No part of the fund may consist of real property, or in-kind contributions, or fund expended prior to the effective date of this Act. In case of any dispute as to what money or assets may qualify as matching funds, the Board of Public Works shall determine the matter, and the Board's decision is final. Kent County has until June 1, 1983 to present evidence satisfactory to the Board of Public Works that the matching fund will be provided. If satisfactory evidence is presented, the Board shall certify this fact to the State Treasurer and the proceeds of the loan shall be expended for the purposes provided in this Act. If this evidence is not presented by June 1, 1983 the proceeds of the loan shall be transferred to the Annuity Bond Fund and applied to the debt service requirements of the State.