

CHAPTER 299

(Senate Bill 346)

AN ACT concerning

Creation of a State Debt - Juvenile Services Facilities
Loan of 1988

FOR the purpose of authorizing the creation of a State Debt in the amount of \$1,100,000, the proceeds to be used for State grants to certain public, for-profit, and nonprofit organizations for the purpose of the planning, design, construction, conversion, acquisition, renovation, and equipping of community juvenile residential facilities, including reports, plans, specifications, site improvements, surveys, and programs in connection herewith therewith; defining certain terms; requiring the Juvenile Services Agency to adopt regulations providing procedures for the approval of grants for projects; providing that certain State funds are available for certain eligible work; providing certain limitations on the amount of State grants; providing that no proceeds of a grant may be used for certain religious purposes; providing that the State may recover a certain portion of the State funds expended under certain circumstances; and providing generally for the issue and sale of bonds evidencing the loan.

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 Juvenile Services Facilities Loan of 1988 in the total principal amount of \$1,100,000. This loan shall be evidenced by the issuance, sale, and delivery of State general obligation bonds authorized by a resolution of the Board of Public Works and issued, sold, and delivered in accordance with §§ 8-117 through 8-124 of the State Finance and Procurement Article and Article 31, § 22 of the Code.

(2) The bonds to evidence this loan or installments of this loan may be sold as a single issue, or may be consolidated and sold as part of a single issue of bonds under § 8-122 of the State Finance and Procurement Article.

(3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer and first shall be applied to the payment of the expenses of issuing, selling, and delivering the bonds, unless funds for this purpose are otherwise provided, and then shall be credited on the books of the Comptroller and expended, on approval by the Board of Public Works, for the following