

(e) "Wholly owned" may mean leased property, if the:

(i) Lease will be for a minimum term of 30 years following project completion;

(ii) Lessor consents to the recording of a notice of the State's right of recovery in the land records of the political subdivision in which the facility is located; and

(iii) Lease agreement extends the right of purchase to the lessee.

(5) Any county, municipal corporation, for-profit, or nonprofit organization sponsoring a project involving the planning, design, construction, conversion, acquisition, renovation, and equipping of a facility in this State may apply to the Agency for a State grant to be applied toward the cost of that project. The application shall be directed to the Director of Juvenile Services. On approval of a project and the project plans by the Agency, the Director shall promptly report the application to the Board of Public Works, together with the Director's recommendation that the Board make funds available as provided in this Act.

(6) (a) Before the Agency approves any project, the applicant shall file with the Agency:

(i) A statement listing the personnel employed or to be employed at the facility and showing all remuneration and perquisites for personal services and all other expenses paid or to be paid to these personnel, as well as all other expenses incurred or to be incurred in operating the facility; and

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

(b) Before the Agency approves any project, the Director of Juvenile Services shall have adopted regulations to carry out this Act and previous or subsequent acts for the same purposes. Among other things, these regulations shall provide for certified annual financial statements from each facility and may provide for other reports. For each facility, this information shall be required annually for at least the term of the bonds used to finance any project at that facility.

(7) The allocation and use of State funds under this Act are subject to the following terms and conditions:

(a) State funds may be used only for the planning, design, construction, conversion, acquisition, renovation, and equipping of facilities, including reports, plans, specifications, site improvements, surveys, and programs in connection therewith.