

(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 public purposes, including any applicable architects' and engineers' fees: for State grants to qualified applicants for the construction, acquisition, renovation, and equipping of community mental health facilities, addiction facilities, and developmental disabilities facilities, including the reports, plans, specifications, site improvements, surveys, and programs in connection therewith.

(4) (a) For purposes of this Act, the following terms have the meanings indicated.

(b) "Department" means the Department of Health and Mental Hygiene.

(c) "Facility" means:

(i) A public community mental health facility, addiction facility, or developmental disabilities facility that is wholly owned by and operated under the authority of a county or a municipal corporation, or both; or

(ii) A nonprofit community mental health facility, addiction facility, or developmental disabilities facility that is wholly owned by and operated under the authority of a nonprofit organization.

(d) "Nonprofit organization" means:

(i) 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, the purchase of equipment to be used in the facility, or the expansion of the facility; or

(ii) An organization:

1. That is chartered as a nonprofit corporation and classified by the Internal Revenue Service as nonprofit; and

2. No part of the earnings of which inures to the benefit of any individual or is used for any