

VETOES

House Bill No. 768

AN ACT concerning

Day Care Facilities Loan Guarantee Fund and
Child Care Facilities Direct Loan Fund

FOR the purpose of creating the Child Care Facilities Direct Loan Fund; defining certain terms; providing that the money in the Direct Loan Fund shall be used for direct loans for certain child care facilities; permitting the Department of Economic and Employment Development to delegate its authority to approve guarantees and direct loans to any board within the Department; requiring the Department to prepare loan documents for a borrower from the Direct Loan Fund; requiring the direct loan documents to contain certain provisions; providing for the minimum amount for certain direct loans and the maximum term for direct loans; limiting the amount of the direct loan to a certain percentage of the total investment in the child care facility; limiting the use of proceeds from the Direct Loan Fund; providing that the Direct Loan Fund shall be a revolving fund; deleting the provision permitting the guarantee of an equity investment; deleting the Guarantee Fund application requirement that a current balance sheet be audited; deleting the provision allowing the Department to contract with a nonprofit organization to operate and manage the Guarantee Fund; making certain stylistic changes; expanding the authorized sources and uses of funds for the Guarantee Fund and providing for the authorized sources and uses of the Direct Loan Fund; providing for the disposition of excess funds; setting forth application requirements; authorizing the Department to set certain terms and conditions for direct loans; providing a criminal certain penalty for a violation of this Act; and generally relating to the Child Day Care Facilities Loan Guarantee Fund and the Child Care Facilities Direct Loan Fund.

BY repealing

Article 41A - Department of Economic and Employment
Development
Section 6-202
Annotated Code of Maryland
(1986 Replacement Volume and 1987 Supplement)

BY repealing and reenacting, with amendments,

Article 41A - Department of Economic and Employment
Development
Section 6-203 through 6-210, ~~inclusive~~ and 6-212(c)