

CHAPTER 210

(House Bill 487)

AN ACT concerning

Creation of a State Debt - Juvenile Services
Facilities Loan of 1989

FOR the purpose of authorizing the creation of a State Debt in the amount of ~~\$1,200,000~~ \$1,000,000 the proceeds to be used for State grants to certain public, for-profit, and nonprofit organizations for the purposes of the planning, design, construction, conversion, acquisition, renovation, and equipping of community juvenile residential facilities; defining certain terms; requiring certain grant application information; requiring the Juvenile Services Agency to make recommendations and adopt regulations for the approval of grants for projects; permitting the Board of Public Works to adopt certain regulations; providing certain terms, conditions, and limitations on allocation and use 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; providing for certain judicial proceedings and liens to enforce the State's right of recovery and the priority of the proceedings and liens; 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 1989 in the total principal amount of ~~\$1,200,000~~ \$1,000,000. 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