

WILLIAM DONALD SCHAEFER, Governor

Public Works to set limits for State unit debt; defining certain terms; requiring the Department of Budget and Fiscal Planning to make certain recommendations to the Governor; authorizing the Governor to allocate the limit for State unit debt among State units; requiring certain notification by the Governor; requiring the submission of certain reports; authorizing certain procurements by the State Treasurer; authorizing the State Treasurer to issue certain State unit debt under certain circumstances; and generally relating to the setting of a limit and allocation of State unit debt.

BY adding to

Article - State Finance and Procurement  
Section ~~8-303~~ 8-212 through 8-212.3  
Annotated Code of Maryland  
(1988 Replacement Volume)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - State Finance and Procurement

~~8-303-~~

~~{A}--IN-THIS-SECTION, "GOVERNMENTAL--USE--BONDS"--MEANS--ANY BONDS,--NOTES,--OR--OTHER--FORMS--OF--DEBT-FINANCING--THAT--ARE--NOT PRIVATE-ACTIVITY-BONDS--AS-DEFINED-BY--THE--INTERNAL-REVENUE-CODE.~~

~~{B}--BY--MAY--1,--ANY--STATE--UNIT--THAT--EXPECTS--TO--ISSUE GOVERNMENTAL-USE-BONDS--IN--THE--FOLLOWING-FISCAL-YEAR--SHALL--SUBMIT TO--THE--BOARD--A--SUMMARY--OF--THOSE--PROJECTED--ISSUANCES,--INDICATING PURPOSE,--DATES--OF--ISSUE,--AND--AMOUNTS.~~

~~{C}--BY--JUNE--1,--THE--BOARD--SHALL--SET--AN--ANNUAL--LIMIT--FOR--THE FOLLOWING--FISCAL--YEAR--FOR--THE--TOTAL--AMOUNT--OF--GOVERNMENTAL--USE BONDS--TO--BE--ISSUED--BY--STATE--UNITS,--BY--JULY--1,--THE--GOVERNOR--SHALL ALLOCATE--THIS--LIMIT--AMONG--THE--AGENCIES--THAT--HAVE--PRESENTED GOVERNMENTAL--USE--DEBT--PLANS--TO--THE--BOARD,--SUCH--ALLOCATION--SHALL BE--FOR--THE--FISCAL--YEAR--ONLY--AND--LAPSE--AT--THE--CLOSE--OF--THE--FISCAL YEAR.~~

~~{D}--NOTWITHSTANDING--ANY--OTHER--PROVISION--OF--LAW,--A--STATE UNIT--MAY--NOT--ISSUE--GOVERNMENTAL--USE--BONDS--UNLESS--THAT--ISSUANCE--IS CONSISTENT--WITH--THE--ALLOCATION--MADE--BY--THE--GOVERNOR.~~

~~{E}--THE--BOARD,--FROM--TIME--TO--TIME,--MAY--REVISE--THE GOVERNMENTAL--USE--DEBT--LIMIT--AND--THE--GOVERNOR,--FROM--TIME--TO--TIME, MAY--REVISE--THE--GOVERNMENTAL--USE--ALLOCATION.~~