

CHAPTER 230

(House Bill 466)

AN ACT concerning

Creation of a State Debt - Queen Anne's County - Cray House

FOR the purpose of authorizing the creation of a State Debt ~~not to exceed \$150,000 in the amount of \$100,000~~, the proceeds to be used as a grant to the Board of Directors of The Kent Island Heritage Society, Inc. for certain development or improvement purposes; providing for disbursement of the loan proceeds, subject to a requirement that the grantee provide and expend a matching fund; ~~requiring the grantee to grant and convey a certain easement to the Maryland Historical Trust;~~ and providing generally for the issuance 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 Queen Anne's County - Cray House Loan of 2001 in ~~a total principal amount equal to the lesser of (i) \$150,000 or (ii) the amount of the matching fund provided in accordance with Section 1(5) below~~ the total principal amount of \$100,000. 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 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: as a grant to the Board of Directors of The Kent Island Heritage Society, Inc. (referred to hereafter in this Act as "the grantee") for the renovation and reconstruction of the historic Cray House on Cockey's Lane in Stevensville so that it can be preserved and used for museum and educational purposes.

(4) An annual State tax is imposed on all assessable property in the State in rate and amount sufficient to pay the principal of and interest on the bonds, as and when due and until paid in full. The principal shall be discharged within 15 years after the date of issuance of the bonds.