

CHAPTER 461

(House Bill 416)

AN ACT concerning

Creation of a State Debt - Community Mental Health Facilities,
Addiction Facilities, and Developmental Disabilities
Facilities Loan of 1987

FOR the purpose of authorizing the creation of a State debt in the amount of ~~\$1,500,000~~ \$2,000,000, the proceeds to be used for State grants to certain public and other nonprofit entities for the construction, acquisition, renovation, and equipping of community mental health facilities, addiction facilities, and developmental disabilities facilities, including reports, plans, specifications, site improvements, surveys, and programs in connection therewith; defining certain terms; requiring certain information from grantees; requiring the Department of Health and Mental Hygiene to adopt regulations, including regulations providing for continuing information; placing limits on the amount of the grants; providing that no proceeds of a grant may be used for certain religious purposes; providing that under certain circumstances the State may recover a certain portion of the State funds expended; 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 Community Mental Health Facilities, Addiction Facilities, and Developmental Disabilities Facilities Loan of 1987 in the total principal amount of ~~\$1,500,000~~ \$2,000,000. 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 shall be credited on the books of the Comptroller and expended,