

SENATE BILL 1

C8, F5

(PRE-FILED)

0lr1233
CF HB 1

By: **Senator Peters, the President, and Senator Miller**

Requested: November 1, 2019

Introduced and read first time: January 8, 2020

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Built to Learn Act of 2020**

3 FOR the purpose of requiring certain public school construction projects in Prince George's
4 County to comply with a certain memorandum of understanding under certain
5 circumstances; authorizing, on or before a certain date, the Prince George's County
6 government, the Prince George's County Board of Education, and a private entity to
7 enter into a certain public-private partnership agreement; requiring a certain
8 public-private partnership agreement, if entered into by certain parties, to be
9 reviewed by the Maryland Stadium Authority and approved by the Interagency
10 Commission on School Construction in order for certain provisions of law to apply;
11 requiring the Authority to deposit certain amounts into certain funds under certain
12 circumstances during certain fiscal years; requiring the Prince George's County
13 government and the Prince George's County Board to deposit certain amounts
14 required under a certain public-private partnership agreement into a certain fund
15 under certain circumstances during certain fiscal years; requiring the Interagency
16 Commission on School Construction to pay a certain private entity from a certain
17 fund under certain circumstances during certain fiscal years; requiring the Prince
18 George's County government, the Prince George's County Board, and the
19 Interagency Commission on School Construction to submit a certain report on a
20 certain date each year; requiring the Interagency Commission on School
21 Construction to complete a certain evaluation and to submit a report on a certain
22 evaluation on or before a certain date; specifying the administration of and the
23 purpose for which certain funds in the Prince George's County Public-Private
24 Partnership Fund may be used; providing for the investment of money in and
25 expenditures from the Fund; providing that for certain school systems eligible public
26 school construction or capital improvement costs include planning costs under
27 certain circumstances; requiring the Interagency Commission on School
28 Construction to adopt certain regulations; requiring the Interagency Commission on
29 School Construction to update certain regulations by a certain date; altering the date
30 by which the Interagency Commission on School Construction is required to adopt

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 regulations establishing the use of the results of a certain facility assessment;
2 altering the eligibility requirements and the mandated appropriation for a certain
3 capital grant program; extending the mandated appropriation to the Healthy School
4 Facility Fund for certain fiscal years; providing that certain plumbing projects be
5 prioritized in the Healthy School Facility Fund application procedures; providing
6 that contracts to construct a public school facility or for construction on a public
7 school site do not require the prior approval of the Board of Public Works; requiring
8 the Authority to take certain actions related to public school facility projects;
9 prohibiting the power granted to the Authority under this Act from interfering with
10 certain powers of county boards of education; prohibiting certain powers of county
11 boards from limiting the ability of the Authority to carry out certain duties under
12 this Act; authorizing the Authority to issue bonds to finance the construction of or
13 improvements to certain public school facilities subject to certain limitations;
14 specifying that certain expenses incurred by the Authority are payable only from
15 certain funds; specifying that certain bonds issued under this Act are a limited
16 obligation of the Authority payable solely from certain pledged money and are not a
17 debt, liability, moral obligation, or pledge of the faith and credit or taxing power of
18 the State, the Authority, or any other governmental unit; requiring the Authority to
19 obtain approval from the Board of Public Works before each issuance of bonds to
20 finance improvements to public school facilities; prohibiting the debt service for all
21 outstanding bond issues related to improvements to public school facilities from
22 exceeding a certain amount under certain circumstances; requiring the Comptroller
23 to deposit certain amounts into a certain fund on or before certain dates each year;
24 authorizing the Authority to transfer certain funds under certain circumstances;
25 requiring the Authority and county boards of education to take certain actions in
26 connection with public school facility projects; providing for the payment of certain
27 costs; requiring the Authority to submit a certain report on or before a certain date
28 each year; requiring the Authority to complete a certain evaluation on or before a
29 certain date; requiring the Interagency Commission on School Construction to
30 submit a report on a certain evaluation on or before a certain date; requiring the
31 Interagency Commission on School Construction to approve projects to be funded
32 from a certain fund; providing for the allocation of a certain percentage of bond
33 proceeds under certain circumstances; prohibiting the allocation of a certain
34 percentage of bond proceeds for a certain county if a certain condition is met;
35 providing for the reallocation of bond proceeds under certain circumstances;
36 specifying that the allocation of certain bond proceeds represents the State share of
37 eligible public school construction costs; requiring the Authority to take certain
38 actions relating to certain public school facility projects in a certain jurisdiction
39 under certain circumstances; specifying that certain public school facility projects
40 are subject to certain requirements under certain circumstances; requiring the
41 Authority and the Interagency Commission on School Construction to enter into a
42 certain program memorandum of understanding before a public school facility
43 project is approved for funding; requiring the Authority, a county government, and
44 a county board of education to enter into a certain project memorandum of
45 understanding before a public school facility project is approved for funding;
46 providing that the provisions of a certain project memorandum of understanding
47 prevail in certain circumstances; enabling the Authority to authorize a county board

1 of education to take certain actions related to public school facility projects under
2 certain circumstances after considering the county board's track record of managing
3 public school facility projects; establishing the Supplemental Public School
4 Construction Financing Fund, the Supplemental Public School Construction
5 Facilities Fund, and the Public School Facilities Priority Fund as continuing,
6 nonlapsing funds; specifying the contents of the funds and providing for the uses of
7 the funds; exempting the funds from a certain provision of law requiring interest on
8 State money in special funds to accrue to the General Fund of the State; providing
9 that money deposited in certain funds may be used as security for a bond issue;
10 repealing certain provisions requiring funds from the Education Trust Fund to be
11 used for certain capital projects; requiring the Governor, beginning in a certain fiscal
12 year, to include in the annual budget submission certain amounts or percentages of
13 certain revenues as supplemental funding for certain purposes; requiring that
14 certain funding be in addition to certain State funding provided in certain grades in
15 public schools; requiring the Governor, beginning in a certain fiscal year, to identify
16 in the annual budget as introduced how certain revenues are being used to
17 supplement certain spending on education in certain grades in public schools; stating
18 the intent of the General Assembly; requiring an appropriation of a certain amount
19 to the Authority in a certain fiscal year for certain costs; repealing certain provisions
20 of law; defining certain terms; altering certain definitions; making stylistic changes;
21 providing for a delayed effective date for certain provisions of this Act; making
22 certain provisions of this Act subject to a certain contingency; and generally relating
23 to public school construction projects in the State.

24 BY renumbering

25 Article – Education

26 Section 4–126.1 and 5–206, respectively

27 to be Section 4–126.2 and 5–324, respectively

28 Annotated Code of Maryland

29 (2018 Replacement Volume and 2019 Supplement)

30 BY repealing and reenacting, with amendments,

31 Article – Education

32 Section 4–126, 5–303(a) and (d)(3), 5–310(g)(2), 5–313, and 5–322

33 Annotated Code of Maryland

34 (2018 Replacement Volume and 2019 Supplement)

35 BY adding to

36 Article – Education

37 Section 4–126.1, 5–303(d)(5), and 5–325

38 Annotated Code of Maryland

39 (2018 Replacement Volume and 2019 Supplement)

40 BY repealing and reenacting, with amendments,

41 Article – Education

42 Section 4–126.2

43 Annotated Code of Maryland

- 1 (2018 Replacement Volume and 2019 Supplement)
2 (As enacted by Section 1 of this Act)
- 3 BY repealing and reenacting, with amendments,
4 Article – Economic Development
5 Section 10–601, 10–618, 10–620(e) and (f), 10–628(c)(1), 10–634, and 10–658
6 Annotated Code of Maryland
7 (2018 Replacement Volume and 2019 Supplement)
- 8 BY adding to
9 Article – Economic Development
10 Section 10–649, 10–650, 10–658, and 10–658.1
11 Annotated Code of Maryland
12 (2018 Replacement Volume and 2019 Supplement)
- 13 BY repealing and reenacting, without amendments,
14 Article – State Finance and Procurement
15 Section 6–226(a)(2)(i)
16 Annotated Code of Maryland
17 (2015 Replacement Volume and 2019 Supplement)
- 18 BY repealing and reenacting, with amendments,
19 Article – State Finance and Procurement
20 Section 6–226(a)(2)(ii)121. and 122.
21 Annotated Code of Maryland
22 (2015 Replacement Volume and 2019 Supplement)
- 23 BY adding to
24 Article – State Finance and Procurement
25 Section 6–226(a)(2)(ii)123., 124., and 125.
26 Annotated Code of Maryland
27 (2015 Replacement Volume and 2019 Supplement)
- 28 BY repealing and reenacting, with amendments,
29 Article – State Government
30 Section 9–1A–30
31 Annotated Code of Maryland
32 (2014 Replacement Volume and 2019 Supplement)
- 33 BY repealing and reenacting, with amendments,
34 Article – State Finance and Procurement
35 Section 6–226(a)(2)(ii)123. and 124.
36 Annotated Code of Maryland
37 (2015 Replacement Volume and 2019 Supplement)
38 (As enacted by Section 3 of this Act)
- 39 BY repealing

1 Article – Education
2 Section 5–317
3 Annotated Code of Maryland
4 (2018 Replacement Volume and 2019 Supplement)

5 BY repealing
6 Article – Education
7 Section 5–324
8 Annotated Code of Maryland
9 (2018 Replacement Volume and 2019 Supplement)
10 (As enacted by Section 1 of this Act)

11 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
12 That Section(s) 4–126.1 and 5–206, respectively, of Article – Education of the Annotated
13 Code of Maryland be renumbered to be Section(s) 4–126.2 and 5–324, respectively.

14 SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read
15 as follows:

16 **Article – Education**

17 4–126.

18 (a) (1) In this section the following words have the meanings indicated.

19 (2) “Alternative financing methods” includes one or more of the following
20 methods:

21 (i) Sale–leaseback arrangements, in which a county board agrees to
22 transfer title to a property, including improvements, to a private entity that simultaneously
23 agrees to lease the property back to the county board and, on a specified date, transfer title
24 back to the county board;

25 (ii) Lease–leaseback arrangements, in which a county board leases
26 a property to a private entity that improves the property and leases the property, with the
27 improvements, back to the county board;

28 (iii) Public–private partnership agreements, in which a county board
29 contracts with a county revenue authority or a private entity for the acquisition, design,
30 construction, improvement, renovation, expansion, equipping, or financing of a public
31 school, and may include provisions for cooperative use of the school or an adjacent property
32 and generation of revenue to offset the cost of construction or use of the school;

33 (iv) Performance–based contracting, in which a county board enters
34 into an energy performance contract to obtain funding for a project with guaranteed energy
35 savings over a specified time period;

1 (v) Preference-based arrangements, by which a local governing body
2 gives preference first to business entities located in the county and then to business entities
3 located in other counties in the State for any construction that is not subject to prevailing
4 wage rates under Title 17, Subtitle 2 of the State Finance and Procurement Article;

5 (vi) Design-build arrangements, that permit a county board to
6 contract with a design-build business entity for the combined design and construction of
7 qualified education facilities, including financing mechanisms where the business entity
8 assists the local governing body in obtaining project financing; and

9 (vii) Design-construct-operate-maintain-finance arrangements that
10 permit a county board to contract with a county revenue authority or a private entity for
11 the design, construction, operation, and maintenance of a public school under terms agreed
12 to by the parties.

13 (b) (1) Except when prohibited by local law, in order to finance or to speed
14 delivery of, transfer risks of, or otherwise enhance the delivery of public school construction,
15 a county board, with the approval of the county governing body in accordance with
16 subsection (d) of this section, may:

17 (i) Use alternative financing methods;

18 (ii) Engage in competitive negotiation, rather than competitive
19 bidding, in limited circumstances, including construction management at-risk
20 arrangements and other alternative project delivery arrangements, as provided in
21 regulations adopted by the Interagency Commission on School Construction;

22 (iii) Accept unsolicited proposals for the development of public
23 schools in limited circumstances, as provided in regulations adopted by the Interagency
24 Commission on School Construction;

25 (iv) Solicit proposals for the development of public schools;

26 (v) Lease property from a county revenue authority or a private
27 entity for use as a public school facility; and

28 (vi) Use quality-based selection, in which selection is based on a
29 combination of qualifications and cost factors, to select developers and builders, as provided
30 in regulations adopted by the Interagency Commission on School Construction.

31 (2) The alternative financing methods described under paragraph (1)(i) of
32 this subsection may include reserves sufficient to cover operation, facility renewal,
33 maintenance, and energy costs as part of a contract.

34 (c) Use of alternative financing methods under this section may not be construed
35 to prohibit the allocation of State funds for public school construction to a project under the
36 Public School Construction Program.

1 (d) A county board may not use alternative financing methods under this section
2 without the approval of the county governing body.

3 (e) (1) (i) Except as provided in paragraphs (2) and (3) of this subsection, §
4 2–303(f) and Title 5, Subtitle 3 of this article and the regulations that govern the Public
5 School Construction Program do not apply to projects that use alternative financing
6 methods under this section.

7 (ii) Nothing in this section may be construed to authorize or require
8 State approval before an alternative financing method may be used by a local school system.

9 (2) If a project that receives State funding uses alternative financing
10 methods under this section, the project shall be submitted to the Interagency Commission
11 on School Construction for review.

12 (3) (i) Projects that use alternative financing methods under this
13 section and receive State funding shall comply with the following requirements:

14 1. Except as provided in subparagraph (ii) of this paragraph,
15 the State and local cost–share established for each county in regulations;

16 2. Except as provided in subparagraph (ii) of this paragraph,
17 the maximum State construction allocation for each project approved for State funding;

18 3. Except as provided in subparagraph (ii) of this paragraph,
19 the approval of project funding by the Interagency Commission on School Construction;

20 4. Smart growth requirements;

21 5. Minority business enterprise requirements;

22 6. Prevailing wage requirements;

23 7. Environmental requirements; and

24 8. A requirement for a procurement process that includes
25 public notice and results in the most advantageous proposal.

26 (ii) In Prince George’s County, projects that use alternative
27 financing methods under this section and receive State funding for a yearly availability
28 payment:

29 1. Do not have to comply with the requirements under
30 subparagraph (i)1 through 3 of this paragraph;

31 2. Shall comply with the requirements under subparagraph

1 (i)4 through 8 of this paragraph; and

2 3. **[Shall] EXCEPT AS PROVIDED IN SUBPARAGRAPH (III)**
 3 **OF THIS PARAGRAPH, SHALL** comply with a three-party memorandum of understanding
 4 entered into and signed by the Prince George's County Board, Prince George's County, and
 5 the Interagency Commission on School Construction that:

6 A. Specifies the roles, rights, terms, and responsibilities of
 7 each party with respect to school projects undertaken with a private or public entity using
 8 alternative financing methods, including any amounts the parties are required to deposit
 9 into the Prince George's County Public-Private Partnership Fund established under §
 10 **[4-126.1] 4-126.2** of this subtitle;

11 B. Specifies that § 2-203(f) and Title 5, Subtitle 3 of this
 12 article and regulations governing the Public School Construction Program are not
 13 applicable to projects using alternative financing methods;

14 C. Requires the Prince George's County Board to submit
 15 projects to the Interagency Commission on School Construction for review before
 16 commencement of the project;

17 D. Specifies the time frames in which the Interagency
 18 Commission on School Construction shall complete its review of projects;

19 E. Requires the Prince George's County Board to submit
 20 annual reports to Prince George's County and the Interagency Commission on School
 21 Construction during the term of the alternative financing method contract with the public
 22 or private entity; and

23 F. Identifies a dedicated source of State funding for an
 24 availability payment.

25 **(III) IN PRINCE GEORGE'S COUNTY, FOR A PROJECT THAT USES**
 26 **ALTERNATIVE FINANCING METHODS UNDER THIS SECTION AND RECEIVES STATE**
 27 **FUNDING FOR A YEARLY AVAILABILITY PAYMENT FROM THE SUPPLEMENTAL**
 28 **PUBLIC SCHOOL CONSTRUCTION FINANCING FUND UNDER § 10-658 OF THE**
 29 **ECONOMIC DEVELOPMENT ARTICLE, THE PROJECT SHALL COMPLY WITH THE**
 30 **PROJECT MEMORANDUM OF UNDERSTANDING UNDER § 10-650 OF THE ECONOMIC**
 31 **DEVELOPMENT ARTICLE.**

32 **4-126.1.**

33 **(A) IN THIS SECTION, "PUBLIC-PRIVATE PARTNERSHIP AGREEMENT"**
 34 **MEANS AN AGREEMENT IN WHICH A COUNTY GOVERNMENT AND A COUNTY BOARD**
 35 **OF EDUCATION CONTRACT WITH A PRIVATE ENTITY FOR THE ACQUISITION, DESIGN,**

1 CONSTRUCTION, IMPROVEMENT, RENOVATION, EXPANSION, EQUIPPING, OR
2 FINANCING OF A PUBLIC SCHOOL, AND MAY INCLUDE PROVISIONS FOR OPERATION
3 AND MAINTENANCE OF A SCHOOL, COOPERATIVE USE OF THE SCHOOL OR AN
4 ADJACENT PROPERTY, AND GENERATION OF REVENUE TO OFFSET THE COST OF
5 CONSTRUCTION OR USE OF THE SCHOOL.

6 (B) EXCEPT AS OTHERWISE PROVIDED IN THIS SECTION, § 4-126 OF THIS
7 SUBTITLE APPLIES TO A PUBLIC-PRIVATE PARTNERSHIP AGREEMENT ENTERED
8 INTO IN ACCORDANCE WITH THIS SECTION.

9 (C) (1) THIS SECTION APPLIES ONLY IF, ON OR BEFORE JULY 1, 2021,
10 THE PRINCE GEORGE'S COUNTY GOVERNMENT AND THE PRINCE GEORGE'S
11 COUNTY BOARD ENTER INTO A PUBLIC-PRIVATE PARTNERSHIP AGREEMENT WITH
12 A PRIVATE ENTITY TO ENHANCE THE DELIVERY OF PUBLIC SCHOOL CONSTRUCTION
13 IN PRINCE GEORGE'S COUNTY.

14 (2) BEFORE ENTERING INTO A PUBLIC-PRIVATE PARTNERSHIP
15 AGREEMENT UNDER PARAGRAPH (1) OF THIS SUBSECTION, THE PUBLIC-PRIVATE
16 PARTNERSHIP AGREEMENT SHALL BE REVIEWED BY THE MARYLAND STADIUM
17 AUTHORITY AND APPROVED BY THE INTERAGENCY COMMISSION ON SCHOOL
18 CONSTRUCTION.

19 (D) (1) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, IN FISCAL
20 YEAR 2024 AND EACH FISCAL YEAR THEREAFTER THROUGH NOT LATER THAN
21 FISCAL YEAR 2053, IF THE PRINCE GEORGE'S COUNTY GOVERNMENT, THE PRINCE
22 GEORGE'S COUNTY BOARD, AND THE PRIVATE ENTITY REMAIN IN THE
23 PUBLIC-PRIVATE PARTNERSHIP AGREEMENT DESCRIBED UNDER SUBSECTION (C)
24 OF THIS SECTION, THE MARYLAND STADIUM AUTHORITY SHALL DEPOSIT THE
25 AMOUNT UNDER § 10-658 OF THE ECONOMIC DEVELOPMENT ARTICLE FROM THE
26 SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND ESTABLISHED
27 UNDER § 10-658 OF THE ECONOMIC DEVELOPMENT ARTICLE INTO THE PRINCE
28 GEORGE'S COUNTY PUBLIC-PRIVATE PARTNERSHIP FUND ESTABLISHED UNDER §
29 4-126.2 OF THIS SUBTITLE.

30 (2) PARAGRAPH (1) OF THIS SUBSECTION APPLIES ONLY IF THE
31 PUBLIC-PRIVATE PARTNERSHIP AGREEMENT DESCRIBED UNDER SUBSECTION (C)
32 OF THIS SECTION INCLUDES:

33 (I) A MINIMUM OF 10 SCHOOLS THAT WILL BE IMPROVED,
34 CONSTRUCTED, OR RENOVATED AND OPERATED AND MAINTAINED UNDER THE
35 PUBLIC-PRIVATE PARTNERSHIP AGREEMENT; AND

36 (II) A COMMITMENT BY THE PRINCE GEORGE'S COUNTY
37 GOVERNMENT AND THE PRINCE GEORGE'S COUNTY BOARD TO PROVIDE THE LOCAL

1 SHARE OF THE TOTAL AVAILABILITY PAYMENT.

2 **(3) IN FISCAL YEAR 2024 AND EACH FISCAL YEAR THEREAFTER**
3 **THROUGH NOT LATER THAN FISCAL YEAR 2053, IF THE PRINCE GEORGE'S COUNTY**
4 **GOVERNMENT, THE PRINCE GEORGE'S COUNTY BOARD, AND THE PRIVATE ENTITY**
5 **REMAIN IN THE PUBLIC-PRIVATE PARTNERSHIP AGREEMENT DESCRIBED UNDER**
6 **SUBSECTION (C) OF THIS SECTION, THE PRINCE GEORGE'S COUNTY GOVERNMENT**
7 **AND THE PRINCE GEORGE'S COUNTY BOARD EACH SHALL DEPOSIT THE**
8 **AVAILABILITY PAYMENT AMOUNT REQUIRED UNDER THE PUBLIC-PRIVATE**
9 **PARTNERSHIP AGREEMENT INTO THE PRINCE GEORGE'S COUNTY**
10 **PUBLIC-PRIVATE PARTNERSHIP FUND ESTABLISHED UNDER § 4-126.2 OF THIS**
11 **SUBTITLE.**

12 **(E) IN FISCAL YEAR 2024 AND EACH FISCAL YEAR THEREAFTER THROUGH**
13 **NOT LATER THAN FISCAL YEAR 2053, IF THE PRINCE GEORGE'S COUNTY**
14 **GOVERNMENT, THE PRINCE GEORGE'S COUNTY BOARD, AND THE PRIVATE ENTITY**
15 **REMAIN IN THE PUBLIC-PRIVATE PARTNERSHIP AGREEMENT DESCRIBED UNDER**
16 **SUBSECTION (C) OF THIS SECTION AND THE PRINCE GEORGE'S COUNTY**
17 **GOVERNMENT AND THE PRINCE GEORGE'S COUNTY BOARD DEPOSIT THE**
18 **AVAILABILITY PAYMENT IN THE MANNER DESCRIBED UNDER SUBSECTION (D)(3) OF**
19 **THIS SECTION, THE INTERAGENCY COMMISSION ON SCHOOL CONSTRUCTION**
20 **SHALL PAY THE PRIVATE ENTITY FROM THE PRINCE GEORGE'S COUNTY**
21 **PUBLIC-PRIVATE PARTNERSHIP FUND ESTABLISHED UNDER § 4-126.2 OF THIS**
22 **SUBTITLE FOR THE AVAILABILITY PAYMENT REQUIRED UNDER THE**
23 **PUBLIC-PRIVATE PARTNERSHIP AGREEMENT.**

24 **(F) ON JANUARY 15, 2022, AND EACH JANUARY 15 THEREAFTER, THE**
25 **PRINCE GEORGE'S COUNTY GOVERNMENT, THE PRINCE GEORGE'S COUNTY**
26 **BOARD, AND THE INTERAGENCY COMMISSION ON SCHOOL CONSTRUCTION**
27 **JOINTLY SHALL REPORT TO THE GOVERNOR AND, IN ACCORDANCE WITH § 2-1257**
28 **OF THE STATE GOVERNMENT ARTICLE, THE FISCAL COMMITTEES OF THE GENERAL**
29 **ASSEMBLY ON THE PROGRESS OF CONSTRUCTION AND RENOVATIONS OF PUBLIC**
30 **SCHOOL FACILITIES UNDER THE PUBLIC-PRIVATE PARTNERSHIP AGREEMENT**
31 **DESCRIBED UNDER SUBSECTION (C) OF THIS SECTION, INCLUDING ACTIONS:**

32 **(1) TAKEN DURING THE PREVIOUS FISCAL YEAR; AND**

33 **(2) PLANNED FOR THE CURRENT FISCAL YEAR.**

34 **(G) (1) ON OR BEFORE JULY 1, 2026, THE INTERAGENCY COMMISSION**
35 **ON SCHOOL CONSTRUCTION SHALL COMPLETE A 5-YEAR EVALUATION OF THE**
36 **EFFECTIVENESS OF THE PUBLIC-PRIVATE PARTNERSHIP AGREEMENT DESCRIBED**
37 **UNDER SUBSECTION (C) OF THIS SECTION.**

1 **(2) ON OR BEFORE DECEMBER 31, 2026, THE INTERAGENCY**
2 **COMMISSION ON SCHOOL CONSTRUCTION SHALL SUBMIT A REPORT ON THE**
3 **RESULTS OF THE EVALUATION REQUIRED UNDER PARAGRAPH (1) OF THIS**
4 **SUBSECTION TO THE GOVERNOR AND, IN ACCORDANCE WITH § 2-1257 OF THE**
5 **STATE GOVERNMENT ARTICLE, THE FISCAL COMMITTEES OF THE GENERAL**
6 **ASSEMBLY.**

7 4-126.2.

8 (a) In this section, “Fund” means the Prince George’s County Public-Private
9 Partnership Fund.

10 (b) There is a Prince George’s County Public-Private Partnership Fund.

11 (c) The purpose of the Fund is to provide funds to pay a public or private entity
12 for the availability payment due under the Prince George’s County public-private
13 partnership agreement entered into in accordance with [§ 4-126] **§ 4-126.1** of this subtitle.

14 (d) The Interagency Commission on School Construction shall administer the
15 Fund as described in the three-party memorandum of understanding entered into under §
16 4-126(e)(3)(ii) of this subtitle **OR THE PROJECT MEMORANDUM OF UNDERSTANDING**
17 **DESCRIBED IN § 10-650(F) OF THE ECONOMIC DEVELOPMENT ARTICLE.**

18 (e) (1) The Fund is a special, nonlapsing fund that is not subject to § 7-302 of
19 the State Finance and Procurement Article.

20 (2) The State Treasurer shall hold the Fund separately, and the
21 Comptroller shall account for the Fund.

22 (f) The Fund consists of:

23 (1) Money deposited into the Fund by Prince George’s County [and], the
24 Prince George’s County Board, **AND THE MARYLAND STADIUM AUTHORITY;**

25 (2) Money deposited into the Fund by the State;

26 (3) Any investment earnings of the Fund; and

27 (4) Any other money from any other source accepted for the benefit of the
28 Fund.

29 (g) **(1) [The] EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS**
30 **SUBSECTION, THE** Fund may be used only to provide funding for alternative financing
31 methods under § 4-126 of this subtitle in Prince George’s County.

32 **(2) IF PRINCE GEORGE’S COUNTY RECEIVES STATE FUNDING FOR AN**

1 AVAILABILITY PAYMENT UNDER § 4-126.1 OF THIS SUBTITLE, THE FUNDING
2 RECEIVED UNDER § 4-126.1 OF THIS SUBTITLE MAY BE USED ONLY TO PAY AN
3 AVAILABILITY PAYMENT TO A PRIVATE ENTITY UNDER THE PUBLIC-PRIVATE
4 PARTNERSHIP AGREEMENT ENTERED INTO AND APPROVED IN ACCORDANCE WITH §
5 4-126.1 OF THIS SUBTITLE.

6 (h) Any appropriation to the Fund shall be used to supplement, but not supplant,
7 money appropriated to Prince George's County for public school construction under the
8 Public School Construction Program established in Title 5, Subtitle 3 of this article.

9 (I) (1) THE STATE TREASURER SHALL INVEST THE MONEY OF THE FUND
10 IN THE SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED.

11 (2) ANY INTEREST EARNINGS OF THE FUND SHALL BE CREDITED TO
12 THE FUND.

13 [(i)] (J) If a memorandum of understanding is entered into under § 4-126 of
14 this subtitle OR § 10-650(F) OF THE ECONOMIC DEVELOPMENT ARTICLE and State
15 funding is provided for an availability payment, the Prince George's County Board and
16 Prince George's County shall deposit into the Fund the amounts required under the
17 memorandum of understanding.

18 [(j)] (K) On January 15, 2021, and each January 15 thereafter, the Prince
19 George's County Board, Prince George's County, and the Interagency Commission on
20 School Construction jointly shall report to the Governor and, in accordance with § 2-1257
21 of the State Government Article, the fiscal committees of the General Assembly, on the
22 progress of construction and renovations of public school facilities using an alternative
23 financing method and that receive State funds, including actions:

24 (1) Taken during the previous fiscal year; and

25 (2) Planned for the current fiscal year.

26 5-303.

27 (a) (1) (i) The Interagency Commission shall define by regulation what
28 constitutes an eligible and ineligible public school construction or capital improvement cost.

29 (ii) [In] EXCEPT AS PROVIDED IN PARAGRAPH (4) OF THIS
30 SUBSECTION, IN order for the cost of an item or a system funded with the proceeds of
31 general obligation bonds to be considered an eligible cost, it must have a median useful life
32 of at least 15 years.

33 (2) (i) The Interagency Commission shall include modular construction
34 as an approved public school construction or capital cost.

1 (ii) The Interagency Commission[,] shall adopt regulations that:

2 1. Define modular construction; and

3 2. Establish the minimum specifications required for
4 approval of modular construction as a public school construction or capital improvement
5 cost.

6 (3) The cost of acquiring land may not be considered a construction or
7 capital improvement cost and may not be paid by the State.

8 **(4) THE INTERAGENCY COMMISSION SHALL ADOPT REGULATIONS**
9 **THAT INCLUDE ARCHITECTURAL, ENGINEERING, CONSULTING, AND OTHER**
10 **PLANNING COSTS AS ELIGIBLE PUBLIC SCHOOL CONSTRUCTION OR CAPITAL**
11 **IMPROVEMENT COSTS FOR A PROJECT OR IMPROVEMENT THAT:**

12 **(I) IS LOCATED IN A COUNTY THAT HAS LESS THAN 20,000**
13 **FULL-TIME EQUIVALENT ENROLLMENT AS DEFINED IN § 5-202 OF THIS TITLE; AND**

14 **(II) HAS RECEIVED LOCAL PLANNING APPROVAL FROM THE**
15 **INTERAGENCY COMMISSION.**

16 (d) (3) The regulations adopted by the Interagency Commission shall contain
17 provisions:

18 (i) Establishing a State and local cost-share formula for each county
19 that identifies the factors used in establishing the formulas **AND THE ACTUAL STATE AND**
20 **LOCAL COST-SHARE PERCENTAGES PRODUCED BY THE FORMULA FOR EACH**
21 **COUNTY;**

22 (ii) Requiring local education agencies to adopt educational facilities
23 master plans and annual capital improvement programs;

24 (iii) Providing a method for establishing a maximum State
25 construction allocation for each project approved for State funding;

26 (iv) Referencing the policies stated in § 5-7B-07 of the State Finance
27 and Procurement Article;

28 (v) Requiring local school systems to adopt procedures consistent
29 with the minority business enterprise policies of the State as required under the Code of
30 Maryland Regulations;

31 (vi) Establishing a process for appeal of Interagency Commission
32 decisions;

1 (vii) Requiring local education agencies to adopt, implement, and
2 periodically update comprehensive maintenance plans and preventative maintenance
3 plans;

4 (viii) Authorizing the Interagency Commission to withhold State
5 public school construction funds from a local education agency that fails to comply with the
6 requirements of item (vii) of this paragraph;

7 (ix) Requiring the development and submission of long-range plans,
8 including a requirement for the annual submission of a 10-Year Educational Facilities
9 Master Plan; and

10 (x) Requiring the submission of an annual Capital Improvement
11 Program, which may only be required to include plans for specific projects and requests for
12 planning and construction projects for the upcoming fiscal year.

13 **(5) THE INTERAGENCY COMMISSION SHALL UPDATE THE**
14 **REGULATIONS REQUIRED UNDER PARAGRAPH (3)(I) OF THIS SUBSECTION EVERY 2**
15 **YEARS.**

16 5-310.

17 (g) (2) Based on the recommendations of the Workgroup on the Assessment
18 and Funding of School Facilities, and not before May 1, [2020] **2023**, for use in funding
19 decisions beginning no sooner than fiscal year [2021] **2024**, the Interagency Commission
20 shall adopt regulations establishing the use of the facility assessment results in annual
21 school construction funding decisions.

22 5-313.

23 (a) (1) In this section the following words have the meanings indicated.

24 (2) "Program" means the Capital Grant Program for Local School Systems
25 With Significant Enrollment Growth or Relocatable Classrooms.

26 (3) "Significant enrollment growth" means full-time equivalent enrollment
27 growth in a local school system that has exceeded 150% of the statewide average over the
28 past 5 years.

29 (4) "Significant number of relocatable classrooms" means an average of
30 more than [300] **250** relocatable classrooms in a local school system over the past 5 years.

31 (b) (1) There is a Capital Grant Program for Local School Systems With
32 Significant Enrollment Growth or Relocatable Classrooms.

33 (2) The purpose of the Program is to provide grants for public school

1 construction in local school systems that are experiencing significant enrollment growth or
2 a significant number of relocatable classrooms.

3 (c) (1) The Program shall be implemented and administered by the
4 Interagency Commission on School Construction in accordance with this section.

5 (2) Grants awarded by the Interagency Commission under the Program:

6 (i) Shall be matched by local funds equal to the required local
7 cost-share established in accordance with § 5-303(d)(3) of this subtitle; and

8 (ii) Shall be approved by the Board of Public Works.

9 (d) The Interagency Commission shall:

10 (1) Provide grants from State funds dedicated for the Program to county
11 boards for public school construction in local school systems that are experiencing
12 significant enrollment growth or a significant number of relocatable classrooms;

13 (2) Develop a procedure for a county board to apply for a grant under the
14 Program;

15 (3) Develop eligibility requirements for a county board to receive a grant
16 under the Program, including a requirement for a county board to provide funds to match
17 a grant award; and

18 (4) Develop a process to allocate grant awards under the Program that
19 allocate funds based on each eligible county board's proportionate share of the total
20 full-time equivalent enrollment of the county boards that are eligible to participate in the
21 Program.

22 (e) In addition to the annual amount otherwise provided in the capital
23 improvement program of the Public School Construction Program, the Governor annually
24 shall provide an additional amount as follows in the **OPERATING BUDGET OR** capital
25 improvement program of the Public School Construction Program that may be used only to
26 award grants under the Program:

27 (1) In fiscal year 2016, \$20,000,000; [and]

28 (2) In **EACH OF** fiscal [year] **YEARS** 2017 [and each fiscal year thereafter,]
29 **THROUGH 2026**, \$40,000,000; **AND**

30 (3) **IN FISCAL YEAR 2027 AND EACH FISCAL YEAR THEREAFTER,**
31 **\$80,000,000.**

32 (f) The State funding provided under the Program is supplemental to and is not

1 intended to take the place of funding that would otherwise be appropriated for public school
2 construction purposes to a county board from any other source.

3 (g) The Interagency Commission shall adopt procedures necessary to implement
4 this section.

5 5–322.

6 (a) In this section, “Fund” means the Healthy School Facility Fund.

7 (b) There is a Healthy School Facility Fund.

8 (c) The purpose of the Fund is to provide grants to public primary and secondary
9 schools in the State to improve the health of school facilities.

10 (d) The Interagency Commission on School Construction shall administer the
11 Fund.

12 (e) (1) The Fund is a special, nonlapsing fund that is not subject to § 7–302 of
13 the State Finance and Procurement Article.

14 (2) The State Treasurer shall hold the Fund separately, and the
15 Comptroller shall account for the Fund.

16 (f) The Fund consists of:

17 (1) Money appropriated in the State budget to the Fund;

18 (2) Any interest earnings of the Fund; and

19 (3) Any other money from any other source accepted for the benefit of the
20 Fund.

21 (g) (1) The State Treasurer shall invest the money of the Fund in the same
22 manner as other State money may be invested.

23 (2) Any interest earnings of the Fund shall be credited to the Fund.

24 (h) Expenditures from the Fund may be made only in accordance with the State
25 budget.

26 (i) Money expended from the Fund is supplemental to and is not intended to take
27 the place of funding that otherwise would be appropriated to primary and secondary schools
28 under this article.

29 (j) (1) In each of fiscal years 2020 [and 2021] **THROUGH 2022**, the Governor
30 shall appropriate at least \$30,000,000 to the Fund.

1 (2) (i) Subject to subparagraphs (ii) and (iii) of this paragraph, the
2 Interagency Commission on School Construction shall give priority in awarding grants to
3 schools based on the severity of issues in the school, including:

- 4 1. Air conditioning;
- 5 2. Heating;
- 6 3. Indoor air quality;
- 7 4. Mold remediation;
- 8 5. Temperature regulation;
- 9 6. Plumbing, including the presence of lead in drinking water
10 outlets in school buildings; and
- 11 7. Windows.

12 (ii) No jurisdiction may receive more than a total of \$15,000,000 in a
13 fiscal year.

14 (iii) The amount of the grant is not required to cover the full cost of
15 the project.

16 (k) (1) Subject to paragraphs (2) and (3) of this subsection, the Interagency
17 Commission on School Construction shall establish application procedures for school
18 systems to request funds under this section.

19 (2) The Interagency Commission on School Construction shall establish
20 award procedures to make awards distributed from the Fund not more than 45 days after
21 receiving an application.

22 (3) (i) The Interagency Commission on School Construction, in
23 consultation with the Department of the Environment, shall establish application
24 procedures for school systems to request funds under this section to assist with the costs of
25 implementing remedial measures to address the presence of lead in drinking water outlets
26 in school buildings.

27 (ii) The application procedures established under subparagraph (i)
28 of this paragraph shall include procedures for prioritizing applications **FOR PLUMBING**
29 **PROJECTS**, with priority first given to applications requesting funds for water fountains
30 or bubblers, and then to applications requesting funds for:

31 1. Faucets or taps that are used or potentially used for
32 drinking or food preparation;

- 1 2. Ice makers; or
- 2 3. Hot drink machines.

3 SECTION 3. AND BE IT FURTHER ENACTED, That the Laws of Maryland read
4 as follows:

5 **Article – Economic Development**

6 10–601.

7 (a) In this subtitle the following words have the meanings indicated.

8 (b) “Authority” means the Maryland Stadium Authority.

9 (c) “Authority affiliate” means a for–profit or nonprofit entity in which the
10 Authority directly or indirectly owns any membership interest or equity interest.

11 (d) “Baltimore City” means, as the context requires:

12 (1) the geographic area of the City of Baltimore; or

13 (2) the Mayor and City Council of Baltimore.

14 (e) “Baltimore City Board of School Commissioners” means the Baltimore City
15 Board of School Commissioners of the Baltimore City Public School System established
16 under § 3–108.1 of the Education Article.

17 (f) “Baltimore City Public School Construction Facilities Fund” means the
18 Baltimore City Public School Construction Facilities Fund established under § 10–657 of
19 this subtitle.

20 (g) “Baltimore City Public School Construction Financing Fund” means the
21 Baltimore City Public School Construction Financing Fund established under § 10–656 of
22 this subtitle.

23 (h) “Baltimore City public school facility” means a property primarily used for
24 educational instruction that:

25 (1) is held in trust by Baltimore City or the Baltimore City Board of School
26 Commissioners for the benefit of the Baltimore City Public School System; and

27 (2) is designated for improvement under the memorandum of
28 understanding between the Authority, Baltimore City, the Baltimore City Board of School
29 Commissioners, and the Interagency Committee on School Construction entered into in
30 accordance with § 10–646 of this subtitle.

1 (i) “Baltimore City public school site” means the site of any Baltimore City public
2 school facility.

3 (j) (1) “Baltimore Convention facility” means:

4 (i) a convention center, trade show facility, meeting hall, or other
5 structure in Baltimore City used to hold conventions, trade shows, meetings, displays, or
6 similar events; and

7 (ii) offices, parking lots or garages, access roads, hotels, restaurants,
8 railroad sidings, and any other structures, improvements, equipment, furnishings, or other
9 property functionally related to the facilities described in item (i) of this paragraph.

10 (2) “Baltimore Convention facility” includes the following, if used, useful,
11 or usable in the future as, or in connection with, a Baltimore Convention facility:

12 (i) land, structures, equipment, property, property rights, property
13 appurtenances, rights-of-way, franchises, easements, and other interests in land;

14 (ii) land and facilities that are functionally related to a Baltimore
15 Convention facility; and

16 (iii) patents, licenses, and other rights necessary or useful to
17 construct or operate a Baltimore Convention facility.

18 (k) “Baltimore Convention Fund” means the Baltimore Convention Financing
19 Fund established under § 10–651 of this subtitle.

20 (l) “Baltimore Convention site” means all properties within the area bounded by
21 the 200 and 300 blocks of South Charles Street on the east, the 100 and 200 blocks of
22 Conway Street on the south, the 200 and 300 blocks of South Howard Street on the west,
23 and the 100 and 200 blocks of West Pratt Street on the north.

24 (m) “Bond” includes a note, an interim certificate, refunding bond, and any other
25 evidence of obligation issued under this subtitle.

26 (n) “Camden Yards” means the area comprising approximately 85 acres in
27 Baltimore City bounded by Camden Street on the north, Russell Street on the west, Ostend
28 Street on the south, and Howard Street and Interstate 395 on the east.

29 (o) “Camden Yards Fund” means the Camden Yards Financing Fund established
30 under § 10–652 of this subtitle.

31 (p) “Convention facility” means the Baltimore Convention facility, the
32 Montgomery County Conference facility, and the Ocean City Convention facility.

1 **(Q) (1) “COUNTY” MEANS, AS THE CONTEXT REQUIRES:**

2 **(I) THE GEOGRAPHIC AREA OF THE COUNTY; OR**

3 **(II) THE GOVERNING BODY OF THE COUNTY.**

4 **(2) “COUNTY” INCLUDES BALTIMORE CITY.**

5 **(R) “COUNTY BOARD OF EDUCATION” MEANS THE BOARD OF EDUCATION OF**
6 **A COUNTY AND INCLUDES THE BALTIMORE CITY BOARD OF SCHOOL**
7 **COMMISSIONERS.**

8 **[(q)] (S) “Facility” means:**

9 (1) a structure or other improvement developed at Camden Yards;

10 (2) a convention facility;

11 (3) the Hippodrome Performing Arts facility;

12 (4) a sports facility; **[or]**

13 (5) a Baltimore City public school facility; **OR**

14 **(6) A PUBLIC SCHOOL FACILITY.**

15 **[(r)] (T) “Governmental unit” means a county, a municipal corporation, a unit**
16 **of State or local government, or any other public body created under State or local law.**

17 **[(s)] (U) (1) “Hippodrome Performing Arts facility” means the performing**
18 **arts center facility located at the Hippodrome Performing Arts site.**

19 (2) “Hippodrome Performing Arts facility” includes, at the Hippodrome
20 **Performing Arts site:**

21 (i) the Hippodrome theater and offices;

22 (ii) food service facilities; and

23 (iii) any other functionally related property, structures,
24 **improvements, furnishings, or equipment.**

25 **[(t)] (V) “Hippodrome Performing Arts Fund” means the Hippodrome**
26 **Performing Arts Financing Fund established under § 10–653 of this subtitle.**

1 **[(u)] (W)** “Hippodrome Performing Arts site” means the site of the
2 France–Merrick Performing Arts Center located in Baltimore City at the address generally
3 known as:

4 (1) 12 North Eutaw Street Building, identified in the State Department of
5 Assessments and Taxation Real Property database as tax identification number Ward 04,
6 Section 08, Block 0631, Lot 001; and

7 (2) 401 West Fayette Street, identified in the State Department of
8 Assessments and Taxation Real Property database as tax identification number Ward 04,
9 Section 08, Block 0631, Lot 013.

10 **[(v)] (X)** “Improve” means to add, alter, construct, equip, expand, extend,
11 improve, install, reconstruct, rehabilitate, remodel, or repair.

12 **[(w)] (Y)** “Improvement” means addition, alteration, construction, equipping,
13 expansion, extension, improvement, installation, reconstruction, rehabilitation,
14 remodeling, or repair.

15 **[(x)] (Z)** “Montgomery County” includes the Montgomery County Revenue
16 Authority.

17 **[(y)] (AA)** (1) “Montgomery County Conference facility” means the Conference
18 Center facility located at the Montgomery County Conference site used for conferences,
19 trade shows, meetings, displays, or similar events.

20 (2) “Montgomery County Conference facility” includes, at the Montgomery
21 County Conference site, offices, parking lots and garages, access roads, food service
22 facilities, and other functionally related property, structures, improvements, furnishings,
23 or equipment.

24 (3) “Montgomery County Conference facility” does not include the privately
25 owned hotel adjacent to the Montgomery County Conference Center.

26 **[(z)] (BB)** “Montgomery County Conference Fund” means the Montgomery
27 County Conference Financing Fund established under § 10–654 of this subtitle.

28 **[(aa)] (CC)** “Montgomery County Conference site” means the site of the
29 Montgomery County Conference Center located in Rockville at the address generally
30 known as 5701 Marinelli Road, identified in the State Department of Assessments and
31 Taxation Real Property database as tax identification number District 04, Account Number
32 03392987.

33 **[(bb)] (DD)** (1) “Ocean City Convention facility” means:

34 (i) a convention center, trade show facility, meeting hall, or other

1 structure in Ocean City used to hold conventions, trade shows, meetings, displays, or
2 similar events; and

3 (ii) offices, parking lots or garages, access roads, food service
4 facilities, and any other structures, improvements, equipment, furnishings, or other
5 property functionally related to the facilities described in item (i) of this paragraph.

6 (2) “Ocean City Convention facility” includes the following, if used, useful,
7 or usable in the future as, or in connection with, an Ocean City Convention facility:

8 (i) land, structures, equipment, property, property rights, property
9 appurtenances, rights-of-way, franchises, easements, and other interests in land;

10 (ii) land and facilities that are functionally related to an Ocean City
11 Convention facility; and

12 (iii) patents, licenses, and other rights necessary or useful to
13 construct or operate an Ocean City Convention facility.

14 [(cc)] (EE) “Ocean City Convention Fund” means the Ocean City Convention
15 Financing Fund established under § 10–655 of this subtitle.

16 [(dd)] (FF) “Ocean City Convention site” means the site of the Ocean City
17 Convention Center located in Ocean City at the address generally known as 4001 Coastal
18 Highway, identified in the State Department of Assessments and Taxation Real Property
19 database as tax identification numbers District 10, Account Number 055237; District 10,
20 Account Number 066301; District 10, Account Number 247942; and District 10, Account
21 Number 280346.

22 (GG) “PROGRAM MEMORANDUM OF UNDERSTANDING” MEANS THE
23 MEMORANDUM OF UNDERSTANDING BETWEEN THE AUTHORITY AND THE
24 INTERAGENCY COMMISSION ON SCHOOL CONSTRUCTION ENTERED INTO IN
25 ACCORDANCE WITH § 10–650 OF THIS SUBTITLE.

26 (HH) “PROJECT MEMORANDUM OF UNDERSTANDING” MEANS THE
27 MEMORANDUM OF UNDERSTANDING BETWEEN THE AUTHORITY, THE COUNTY, THE
28 COUNTY BOARD OF EDUCATION, AND THE INTERAGENCY COMMISSION ON SCHOOL
29 CONSTRUCTION ENTERED INTO IN ACCORDANCE WITH § 10–650 OF THIS SUBTITLE.

30 (II) “PUBLIC SCHOOL FACILITY” MEANS A BUILDING, AND MAY INCLUDE A
31 PARKING FACILITY, AN ATHLETIC FACILITY, OR ANY OTHER FACILITY RELATED TO
32 EDUCATIONAL INSTRUCTION THAT:

33 (1) IS HELD IN TRUST BY A COUNTY BOARD OF EDUCATION, OR THE
34 MAYOR AND CITY COUNCIL OF BALTIMORE CITY, FOR THE BENEFIT OF THE

1 COUNTY PUBLIC SCHOOL SYSTEM; AND

2 (2) IS DESIGNATED FOR IMPROVEMENT UNDER A MEMORANDUM OF
3 UNDERSTANDING ENTERED INTO IN ACCORDANCE WITH § 10-650 OF THIS
4 SUBTITLE.

5 (JJ) “PUBLIC SCHOOL SITE” MEANS THE SITE OF ANY PUBLIC SCHOOL
6 FACILITY IN THE STATE.

7 [(ee)] (KK) (1) “Sports facility” means:

8 (i) a stadium primarily for professional football, major league
9 professional baseball, or both, in the Baltimore metropolitan region, as defined in § 13-301
10 of this article;

11 (ii) practice fields or other areas where professional football or major
12 league professional baseball teams practice or perform; and

13 (iii) offices for professional football and major league professional
14 baseball teams or franchises.

15 (2) “Sports facility” includes parking lots, garages, and any other property
16 adjacent and directly related to an item listed in paragraph (1) of this subsection.

17 [(ff)] (LL) “Supplemental Facilities Fund” means the Supplemental Facilities
18 Fund established under § 10-657.1 of this subtitle.

19 [(gg)] (MM) (1) “Supplemental facility” means a structure or other improvement
20 developed in Baltimore City outside Camden Yards.

21 (2) “Supplemental facility” does not include the Baltimore Convention
22 facility or the Hippodrome Performing Arts facility.

23 [(hh)] (NN) “Supplemental facility site” means the site of any supplemental facility.

24 (OO) “SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND”
25 MEANS THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND
26 ESTABLISHED UNDER § 10-658.1 OF THIS SUBTITLE.

27 (PP) “SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND”
28 MEANS THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND
29 ESTABLISHED UNDER § 10-658 OF THIS SUBTITLE.

30 [(ii)] (QQ) “Tax supported debt” has the meaning stated in § 8-104 of the State
31 Finance and Procurement Article.

1 10-618.

2 (a) (1) [Contracts] **EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS**
3 **SUBSECTION, CONTRACTS** to acquire any facility site, to construct the facility, or for
4 construction on the facility site require the prior approval of the Board of Public Works.

5 (2) **CONTRACTS TO CONSTRUCT A PUBLIC SCHOOL FACILITY OR FOR**
6 **CONSTRUCTION ON A PUBLIC SCHOOL SITE DO NOT REQUIRE THE PRIOR APPROVAL**
7 **OF THE BOARD OF PUBLIC WORKS.**

8 (b) The Authority may:

9 (1) acquire by any of the means specified in § 10-620(a) of this subtitle:

10 (i) a site at Camden Yards for a facility;

11 (ii) a Baltimore Convention site or an interest in the site;

12 (iii) an Ocean City Convention site or an interest in the site;

13 (iv) a Montgomery County Conference site or an interest in the site;

14 and

15 (v) a Hippodrome Performing Arts site or an interest in the site; and

16 (2) construct or enter into a contract to construct a facility on a site it
17 acquires under this subsection.

18 10-620.

19 (e) (1) This subsection does not apply to the Camden Yards site, Baltimore
20 Convention site, Ocean City Convention site, Hippodrome Performing Arts site, any
21 Baltimore City public school site, [or] any supplemental facility site, **OR ANY PUBLIC**
22 **SCHOOL SITE.**

23 (2) The Authority and any Authority affiliate is subject to applicable
24 planning, zoning, and development regulations to the same extent as a private commercial
25 or industrial enterprise.

26 (f) The Authority shall:

27 (1) in cooperation with Baltimore City, appoint a task force that includes
28 residents and business and institutional representatives from the area adjacent to Camden
29 Yards to review the schematic, preliminary, and final plans for facilities at Camden Yards;

1 (2) submit schematic plans for development of Camden Yards and the
2 Baltimore Convention site to Baltimore City for review and comment before acquiring any
3 property;

4 (3) with respect to Camden Yards, the Baltimore Convention facility, and
5 the Hippodrome Performing Arts facility, submit preliminary and final plans to Baltimore
6 City for review and comment;

7 (4) with respect to Camden Yards, the Baltimore Convention facility, and
8 the Hippodrome Performing Arts facility, participate in the design review processes of
9 Baltimore City; [and]

10 (5) with respect to a Baltimore City public school facility, perform the
11 actions required under §§ 10–645, 10–646, 10–656, and 10–657 of this subtitle; **AND**

12 **(6) WITH RESPECT TO A PUBLIC SCHOOL FACILITY, PERFORM THE**
13 **ACTIONS REQUIRED UNDER §§ 10–649, 10–650, 10–658, AND 10–658.1 OF THIS**
14 **SUBTITLE.**

15 10–628.

16 (c) (1) Unless authorized by the General Assembly, the Board of Public Works
17 may not approve an issuance by the Authority of bonds, whether taxable or tax exempt,
18 that constitute tax supported debt or nontax supported debt if, after issuance, there would
19 be outstanding and unpaid more than the following face amounts of the bonds for the
20 purpose of financing acquisition, construction, renovation, and related expenses for
21 construction management, professional fees, and contingencies in connection with:

22 (i) the Baltimore Convention facility – \$55,000,000;

23 (ii) the Hippodrome Performing Arts facility – \$20,250,000;

24 (iii) the Montgomery County Conference facility – \$23,185,000;

25 (iv) the Ocean City Convention facility – \$24,500,000;

26 (v) Baltimore City public school facilities – \$1,100,000,000; [and]

27 (vi) supplemental facilities – \$25,000,000; **AND**

28 **(VII) PUBLIC SCHOOL FACILITIES IN THE STATE –**
29 **\$2,200,000,000.**

30 10–634.

31 (a) A pledge by the Authority of revenues or money deposited in the Baltimore

1 City Public School Construction Financing Fund **OR THE SUPPLEMENTAL PUBLIC**
2 **SCHOOL CONSTRUCTION FINANCING FUND** as security for an issue of bonds is valid
3 and binding from when the pledge is made.

4 (b) (1) The revenues or money deposited in the Baltimore City Public School
5 Construction Financing Fund **OR THE SUPPLEMENTAL PUBLIC SCHOOL**
6 **CONSTRUCTION FINANCING FUND** that are pledged are immediately subject to the lien
7 of the pledge without any physical delivery or further act.

8 (2) The lien of any pledge is valid and binding against any person having a
9 claim against the Authority in tort, contract, or otherwise, regardless of whether the person
10 has notice of the lien.

11 (c) Notwithstanding any other provision of law, in order to perfect a lien on
12 pledged revenues or money deposited in the Baltimore City Public School Construction
13 Financing Fund **OR THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION**
14 **FINANCING FUND** against a third person, it is not necessary to file or record any document
15 adopted or entered into by the Authority in any public record other than in the records of
16 the Authority.

17 **10-649.**

18 (A) (1) **EXCEPT AS AGREED TO IN THE PROGRAM MEMORANDUM OF**
19 **UNDERSTANDING UNDER § 10-650 OF THIS SUBTITLE, THE AUTHORITY SHALL**
20 **COMPLY WITH THIS SECTION AND § 5-303 OF THE EDUCATION ARTICLE TO FINANCE**
21 **IMPROVEMENTS TO A PUBLIC SCHOOL FACILITY.**

22 (2) **THE AUTHORITY, AS AGREED TO IN THE PROJECT MEMORANDUM**
23 **OF UNDERSTANDING UNDER § 10-650 OF THIS SUBTITLE AND SUBJECT TO**
24 **PARAGRAPH (1) OF THIS SUBSECTION, SHALL BE RESPONSIBLE FOR SCHOOL**
25 **FACILITIES CONSTRUCTION AND IMPROVEMENTS FINANCED WITH THE PROCEEDS**
26 **OF BONDS ISSUED UNDER THIS SUBTITLE.**

27 (3) (I) **EXCEPT AS AGREED TO IN THE PROJECT MEMORANDUM OF**
28 **UNDERSTANDING UNDER § 10-650 OF THIS SUBTITLE AND SUBJECT TO**
29 **SUBPARAGRAPH (II) OF THIS PARAGRAPH, A POWER GRANTED TO THE AUTHORITY**
30 **UNDER THIS SUBTITLE MAY NOT IN ANY WAY INTERFERE WITH THE ENUMERATED**
31 **POWERS OF A COUNTY BOARD OF EDUCATION UNDER TITLE 3 OF THE EDUCATION**
32 **ARTICLE.**

33 (II) **THE POWERS OF THE COUNTY BOARD OF EDUCATION MAY**
34 **NOT LIMIT THE ABILITY OF THE AUTHORITY TO CARRY OUT ITS OBLIGATIONS UNDER**
35 **THIS SUBTITLE WITH RESPECT TO IMPROVEMENTS OF THE PUBLIC SCHOOL**
36 **FACILITY AND THE FINANCING RELATED TO THE IMPROVEMENTS.**

1 **(B) (1) EXCEPT AS PROVIDED IN SUBSECTION (J)(1) OF THIS SECTION,**
2 **THE AUTHORITY MAY NOT USE ANY CURRENT SOURCES OF FUNDS, WHETHER**
3 **APPROPRIATED OR NONBUDGETED, TO PAY FOR ANY COSTS OR EXPENSES RELATED**
4 **TO FINANCING PUBLIC SCHOOL FACILITIES.**

5 **(2) THE SOLE SOURCE OF PAYMENT FOR ANY COSTS OR EXPENSES**
6 **RELATED TO FINANCING PUBLIC SCHOOL FACILITIES SHALL BE THE MONEY ON**
7 **DEPOSIT IN THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES**
8 **FUND AND THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING**
9 **FUND AND BOND PROCEEDS HELD UNDER A TRUST AGREEMENT.**

10 **(C) AT LEAST 45 DAYS BEFORE SEEKING APPROVAL OF THE BOARD OF**
11 **PUBLIC WORKS FOR EACH PUBLIC SCHOOL FACILITIES BOND ISSUE, THE**
12 **AUTHORITY SHALL PROVIDE TO THE FISCAL COMMITTEES OF THE GENERAL**
13 **ASSEMBLY, IN ACCORDANCE WITH § 2-1257 OF THE STATE GOVERNMENT ARTICLE,**
14 **WRITTEN NOTICE OF:**

15 **(1) THE AGGREGATE AMOUNT OF FUNDS NEEDED FOR THE PUBLIC**
16 **SCHOOL FACILITIES TO BE FINANCED WITH THE PROPOSED BONDS;**

17 **(2) THE ANTICIPATED TOTAL DEBT SERVICE FOR THE PROPOSED**
18 **BOND ISSUE; AND**

19 **(3) THE ANTICIPATED TOTAL DEBT SERVICE WHEN COMBINED WITH**
20 **THE DEBT SERVICE FOR ALL PRIOR OUTSTANDING BOND ISSUES FOR PUBLIC**
21 **SCHOOL FACILITIES.**

22 **(D) (1) A BOND ISSUED TO FINANCE IMPROVEMENTS, CONSTRUCTION, OR**
23 **RENOVATIONS TO A PUBLIC SCHOOL FACILITY:**

24 **(I) IS A LIMITED OBLIGATION OF THE AUTHORITY PAYABLE**
25 **SOLELY FROM MONEY PLEDGED BY THE AUTHORITY TO THE PAYMENT OF THE**
26 **PRINCIPAL OF AND THE PREMIUM AND INTEREST ON THE BOND OR MONEY MADE**
27 **AVAILABLE TO THE AUTHORITY FOR THAT PURPOSE;**

28 **(II) IS NOT A DEBT, LIABILITY, OR PLEDGE OF THE FAITH AND**
29 **CREDIT OR THE TAXING POWER OF THE STATE, THE AUTHORITY, OR ANY OTHER**
30 **GOVERNMENTAL UNIT; AND**

31 **(III) MAY NOT GIVE RISE TO ANY PECUNIARY LIABILITY OF THE**
32 **STATE, THE AUTHORITY, OR ANY OTHER GOVERNMENTAL UNIT.**

33 **(2) THE ISSUANCE OF A BOND TO FINANCE IMPROVEMENTS TO A**
34 **PUBLIC SCHOOL FACILITY IS NOT DIRECTLY, INDIRECTLY, OR CONTINGENTLY A**

1 MORAL OR OTHER OBLIGATION OF THE STATE, THE AUTHORITY, OR ANY OTHER
2 GOVERNMENTAL UNIT TO LEVY OR PLEDGE ANY TAX OR TO MAKE AN
3 APPROPRIATION TO PAY THE BOND.

4 (3) EACH BOND SHALL STATE ON ITS FACE THE PROVISIONS OF
5 PARAGRAPHS (1) AND (2) OF THIS SUBSECTION.

6 (E) BEFORE EACH ISSUANCE OF BONDS TO FINANCE IMPROVEMENTS TO A
7 PUBLIC SCHOOL FACILITY, THE AUTHORITY SHALL OBTAIN THE APPROVAL OF THE
8 BOARD OF PUBLIC WORKS OF THE AGGREGATE AMOUNT OF THE PROPOSED BOND
9 ISSUE.

10 (F) (1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION,
11 THE TOTAL DEBT SERVICE FOR ANY BOND ISSUE, WHEN ADDED TO ALL PRIOR
12 OUTSTANDING BOND ISSUES RELATED TO IMPROVEMENTS TO PUBLIC SCHOOL
13 FACILITIES, MAY NOT EXCEED THE TOTAL AMOUNT OF THE FUNDS PROVIDED UNDER
14 SUBSECTION (G) OF THIS SECTION.

15 (2) IF PRINCE GEORGE'S COUNTY ENTERS INTO A PUBLIC-PRIVATE
16 PARTNERSHIP AGREEMENT UNDER § 4-126.1 OF THE EDUCATION ARTICLE, THE
17 TOTAL DEBT SERVICE FOR ALL BOND ISSUES MAY NOT EXCEED \$100,000,000.

18 (G) (1) IN ACCORDANCE WITH § 9-1A-30 OF THE STATE GOVERNMENT
19 ARTICLE, THE COMPTROLLER SHALL DEPOSIT A PORTION OF THE MONEY IN THE
20 EDUCATION TRUST FUND INTO THE SUPPLEMENTAL PUBLIC SCHOOL
21 CONSTRUCTION FINANCING FUND.

22 (2) THE FUNDS UNDER PARAGRAPH (1) OF THIS SUBSECTION SHALL
23 BE DEPOSITED IN THE FOLLOWING AMOUNTS:

24 (I) IN FISCAL YEAR 2022 – \$30,000,000;

25 (II) IN FISCAL YEAR 2023 – \$60,000,000; AND

26 (III) IN FISCAL YEAR 2024 AND EACH FISCAL YEAR THEREAFTER
27 – \$125,000,000.

28 (3) THE COMPTROLLER SHALL DEPOSIT 50% OF THE FUNDS UNDER
29 PARAGRAPH (2) OF THIS SUBSECTION ON OR BEFORE NOVEMBER 1 EACH YEAR AND
30 THE OTHER 50% ON OR BEFORE MAY 1 EACH YEAR.

31 (H) (1) IF THE MONEY DEPOSITED INTO THE SUPPLEMENTAL PUBLIC
32 SCHOOL CONSTRUCTION FINANCING FUND IN ACCORDANCE WITH SUBSECTION (G)
33 OF THIS SECTION IS NOT NEEDED FOR DEBT SERVICE OR DEBT SERVICE RESERVES,

1 THE AUTHORITY MAY TRANSFER THOSE FUNDS TO THE SUPPLEMENTAL PUBLIC
2 SCHOOL CONSTRUCTION FACILITIES FUND.

3 (2) IF FUNDS ARE NEEDED FOR DEBT SERVICE OR DEBT SERVICE
4 RESERVES, THE AUTHORITY MAY TRANSFER MONEY IN THE SUPPLEMENTAL
5 PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND TO THE SUPPLEMENTAL
6 PUBLIC SCHOOL CONSTRUCTION FINANCING FUND.

7 (I) EXCEPT AS AGREED TO IN THE PROJECT MEMORANDUM OF
8 UNDERSTANDING UNDER § 10-650 OF THIS SUBTITLE:

9 (1) THE AUTHORITY SHALL CONTRACT FOR, MANAGE, AND OVERSEE
10 PUBLIC SCHOOL FACILITY PROJECTS FUNDED FROM THE SUPPLEMENTAL PUBLIC
11 SCHOOL CONSTRUCTION FINANCING FUND AND THE SUPPLEMENTAL PUBLIC
12 SCHOOL CONSTRUCTION FACILITIES FUND; AND

13 (2) THE COUNTY BOARD OF EDUCATION SHALL:

14 (I) DELIVER TO THE AUTHORITY BUILDABLE SITES, READY FOR
15 IMPROVEMENT AND FREE FROM ANY RESTRICTIONS, EASEMENTS, IMPEDIMENTS,
16 HAZARDS, OR CONDITIONS THAT WOULD AFFECT THE AUTHORITY'S SCHEDULE OR
17 BUDGET FOR THE IMPROVEMENT TO A PUBLIC SCHOOL FACILITY;

18 (II) DELIVER TO THE AUTHORITY A PUBLIC SCHOOL FACILITY
19 WITH TITLE THAT HAS VESTED IN THE COUNTY BOARD OF EDUCATION OR IN AN
20 ENTITY APPROVED BY THE COUNTY BOARD OF EDUCATION OTHER THAN THE
21 AUTHORITY; AND

22 (III) ENSURE THAT NO PUBLIC SCHOOL FACILITY IS SOLD,
23 ASSIGNED, MORTGAGED, PLEDGED, OR ENCUMBERED WITHOUT THE CONSENT OF
24 THE AUTHORITY IF THERE ARE PROCEEDS OF BONDS STILL OUTSTANDING OR
25 UNPAID THAT WERE USED IN THE CONSTRUCTION OF OR RENOVATIONS TO THE
26 PUBLIC SCHOOL FACILITY.

27 (J) (1) BEFORE ANY BONDS ARE ISSUED TO FINANCE IMPROVEMENTS TO
28 A PUBLIC SCHOOL FACILITY, THE AUTHORITY MAY PAY FOR ANY COSTS OF
29 START-UP, ADMINISTRATION, OVERHEAD, AND OPERATIONS OF THE AUTHORITY OR
30 COSTS OF ENGINEERING, ARCHITECTURAL, AND OTHER DESIGN PROFESSIONALS.

31 (2) BEFORE THE AVAILABILITY OF FUNDS FROM THE SUPPLEMENTAL
32 PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND, THE AUTHORITY SHALL BE
33 ENTITLED TO REIMBURSEMENT FROM THE SUPPLEMENTAL PUBLIC SCHOOL
34 CONSTRUCTION FINANCING FUND FOR ANY COSTS DESCRIBED UNDER PARAGRAPH
35 (1) OF THIS SUBSECTION.

1 **(K) ON JANUARY 15, 2021, AND EACH JANUARY 15 THEREAFTER, THE**
2 **AUTHORITY SHALL REPORT TO THE GOVERNOR, THE BOARD OF PUBLIC WORKS,**
3 **AND, IN ACCORDANCE WITH § 2-1257 OF THE STATE GOVERNMENT ARTICLE, THE**
4 **FISCAL COMMITTEES OF THE GENERAL ASSEMBLY ON THE PROGRESS OF**
5 **CONSTRUCTION AND RENOVATIONS OF PUBLIC SCHOOL FACILITIES, INCLUDING**
6 **ACTIONS:**

7 **(1) TAKEN DURING THE PREVIOUS FISCAL YEAR; AND**

8 **(2) PLANNED FOR THE CURRENT FISCAL YEAR.**

9 **(L) (1) ON OR BEFORE JULY 1, 2030, THE AUTHORITY SHALL COMPLETE**
10 **A 10-YEAR EVALUATION OF THE EFFECTIVENESS OF THE ISSUANCE OF BONDS TO**
11 **FINANCE CONSTRUCTION AND RENOVATIONS OF PUBLIC SCHOOL FACILITIES.**

12 **(2) ON OR BEFORE DECEMBER 31, 2030, THE INTERAGENCY**
13 **COMMISSION ON SCHOOL CONSTRUCTION SHALL SUBMIT A REPORT ON THE**
14 **RESULTS OF THE EVALUATION REQUIRED UNDER PARAGRAPH (1) OF THIS**
15 **SUBSECTION TO THE GOVERNOR AND, IN ACCORDANCE WITH § 2-1257 OF THE**
16 **STATE GOVERNMENT ARTICLE, THE FISCAL COMMITTEES OF THE GENERAL**
17 **ASSEMBLY.**

18 **10-650.**

19 **(A) THE INTERAGENCY COMMISSION ON SCHOOL CONSTRUCTION SHALL,**
20 **IN ACCORDANCE WITH THE PROCESS ESTABLISHED IN § 5-304 OF THE EDUCATION**
21 **ARTICLE, APPROVE PUBLIC SCHOOL FACILITY PROJECTS TO BE FUNDED FROM THE**
22 **SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND AND THE**
23 **SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND.**

24 **(B) (1) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, AND EXCEPT**
25 **AS PROVIDED IN PARAGRAPH (3) OF THIS SUBSECTION, A PERCENTAGE OF THE**
26 **PROCEEDS OF THE BONDS AUTHORIZED UNDER § 10-628 OF THIS SUBTITLE SHALL**
27 **BE ALLOCATED TO PROJECTS APPROVED BY THE INTERAGENCY COMMISSION ON**
28 **SCHOOL CONSTRUCTION IN THE FOLLOWING AMOUNTS:**

29 **(I) ANNE ARUNDEL COUNTY – 12.5%;**

30 **(II) BALTIMORE CITY – 21.0%;**

31 **(III) BALTIMORE COUNTY – 21.0%;**

32 **(IV) FREDERICK COUNTY – 5.1%;**

1 (v) HOWARD COUNTY – 6.6%;

2 (vi) MONTGOMERY COUNTY – 21.0%; AND

3 (vii) ALL OTHER COUNTIES – 11.5%.

4 (2) A PERCENTAGE OF THE BOND PROCEEDS SPECIFIED FOR
5 BALTIMORE CITY UNDER PARAGRAPH (1) OF THIS SUBSECTION SHALL BE USED TO
6 PROVIDE AN AMOUNT EQUAL TO NOT MORE THAN 6% OF THE TOTAL ALLOCATION
7 FOR BALTIMORE CITY FOR A PROJECT AT A SCHOOL WITHIN AN AREA DESIGNATED
8 FOR GRANT FUNDING THROUGH THE CHOICE NEIGHBORHOOD PROGRAM
9 ADMINISTERED BY THE DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
10 AND COORDINATED LOCALLY BY THE HOUSING AUTHORITY OF BALTIMORE CITY.

11 (3) FOR PRINCE GEORGE’S COUNTY, THE COUNTY’S SHARE OF THE
12 ADDITIONAL SCHOOL CONSTRUCTION ALLOCATION WILL BE PROVIDED THROUGH
13 THE PUBLIC-PRIVATE PARTNERSHIP AGREEMENT ENTERED INTO AND APPROVED
14 IN ACCORDANCE WITH § 4-126.1 OF THE EDUCATION ARTICLE.

15 (4) ANY ALLOCATIONS NOT UTILIZED BY A COUNTY OR COUNTY
16 BOARD OF EDUCATION WITHIN 10 YEARS AFTER THE ALLOCATION SHALL BE
17 SUBJECT TO REALLOCATION.

18 (c) THE ALLOCATION OF BOND PROCEEDS AUTHORIZED IN § 10-628 OF
19 THIS SUBTITLE REPRESENTS THE STATE SHARE OF ELIGIBLE PUBLIC SCHOOL
20 CONSTRUCTION OR CAPITAL IMPROVEMENT COSTS AS ESTABLISHED BY
21 REGULATION IN ACCORDANCE WITH § 5-303 OF THE EDUCATION ARTICLE.

22 (d) (1) EXCEPT AS AGREED TO IN THE PROJECT MEMORANDUM OF
23 UNDERSTANDING UNDER THIS SECTION, THE AUTHORITY SHALL CONTRACT FOR,
24 MANAGE, AND OVERSEE PUBLIC SCHOOL FACILITY PROJECTS FUNDED FROM THE
25 SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND AND THE
26 SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND.

27 (2) IN BALTIMORE CITY, THE AUTHORITY SHALL CONTRACT FOR,
28 MANAGE, AND OVERSEE PUBLIC SCHOOL FACILITY PROJECTS FUNDED FROM THE
29 SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND AND THE
30 SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND.

31 (3) IF A COUNTY BOARD OF EDUCATION CONTRACTS FOR, MANAGES,
32 AND OVERSEES A PUBLIC SCHOOL FACILITY PROJECT FUNDED FROM THE
33 SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND AND THE
34 SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND, THE PUBLIC

1 SCHOOL FACILITY PROJECT SHALL BE SUBJECT TO THE SAME REQUIREMENTS AND
2 PROCEDURES THAT GOVERN THE PUBLIC SCHOOL CONSTRUCTION PROGRAM.

3 (E) (1) BEFORE A PUBLIC SCHOOL FACILITY PROJECT IS APPROVED FOR
4 FUNDING FROM THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING
5 FUND OR THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND,
6 THE AUTHORITY AND THE INTERAGENCY COMMISSION ON SCHOOL CONSTRUCTION
7 SHALL ENTER INTO A PROGRAM MEMORANDUM OF UNDERSTANDING.

8 (2) EXCEPT AS PROVIDED UNDER PARAGRAPH (3) OF THIS
9 SUBSECTION, THE PROGRAM MEMORANDUM OF UNDERSTANDING UNDER
10 PARAGRAPH (1) OF THIS SUBSECTION SHALL:

11 (I) PROVIDE FOR THE AUTHORITY'S RIGHT TO ASSUME A
12 PROJECT UNDERTAKEN UNDER CERTAIN CIRCUMSTANCES;

13 (II) PROVIDE, GENERALLY, FOR THE ORDER AND CONTROL OF
14 ALL FUNDING FOR PUBLIC SCHOOL FACILITY CONSTRUCTION PROJECTS UNDER
15 THIS SUBTITLE;

16 (III) AUTHORIZE THE AUTHORITY TO MAKE FINAL DECISIONS
17 INVOLVING DISPUTES THAT MAY IMPACT ANY AUTHORITY OBLIGATIONS UNDER
18 THIS SUBTITLE; AND

19 (IV) 1. AUTHORIZE THE AUTHORITY TO REVIEW AND
20 APPROVE PROJECT BUDGETS; OR

21 2. AUTHORIZE THE AUTHORITY TO REVIEW AND
22 COMMENT ON PROJECT BUDGETS, IF A PUBLIC SCHOOL FACILITY PROJECT FUNDED
23 FROM THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND OR
24 THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND IS BEING
25 CONTRACTED FOR, MANAGED, OR OVERSEEN BY A COUNTY AND A COUNTY BOARD
26 OF EDUCATION.

27 (3) IF THE COUNTY BOARD OF EDUCATION CONTRACTS FOR,
28 MANAGES, AND OVERSEES PUBLIC SCHOOL FACILITY PROJECTS FUNDED FROM THE
29 SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND AND THE
30 SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND, THE
31 PROGRAM MEMORANDUM OF UNDERSTANDING MAY NOT INCLUDE THE PROVISIONS
32 UNDER PARAGRAPH (2)(I) AND (IV)1 OF THIS SUBSECTION.

33 (F) (1) (I) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, BEFORE
34 A PUBLIC SCHOOL FACILITY PROJECT IS APPROVED FOR FUNDING FROM THE
35 SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND OR THE

1 SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND, THE
2 AUTHORITY, THE COUNTY GOVERNMENT, AND THE COUNTY BOARD OF EDUCATION
3 SHALL ENTER INTO A PROJECT MEMORANDUM OF UNDERSTANDING THAT SHALL BE
4 SUBJECT TO APPROVAL BY THE INTERAGENCY COMMISSION ON SCHOOL
5 CONSTRUCTION.

6 (II) THE PROJECT MEMORANDUM OF UNDERSTANDING
7 REQUIRED UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH SHALL:

8 1. BE SUBJECT TO THE APPLICABLE TERMS AND
9 CONDITIONS SET FORTH IN THE PROGRAM MEMORANDUM OF UNDERSTANDING
10 UNDER SUBSECTION (E)(2) OF THIS SECTION;

11 2. IDENTIFY SPECIFIC PARAMETERS REGARDING THE
12 ROLES AND RESPONSIBILITIES OF EACH PARTY WITH RESPECT TO BUDGET REVIEW
13 AND APPROVAL, PROCUREMENT, DESIGN, SCHEDULE, CONSTRUCTION
14 ADMINISTRATION, AND CONTRACT COMPLIANCE AND REPORTING;

15 3. RESERVE THE RIGHT OF THE AUTHORITY TO ASSUME
16 A PROJECT UNDER CERTAIN CIRCUMSTANCES;

17 4. INCLUDE A PROVISION THAT THE STATE AND LOCAL
18 COST-SHARE FOR THE COUNTY ESTABLISHED IN REGULATIONS SHALL APPLY TO A
19 COUNTY PUBLIC SCHOOL FACILITY APPROVED FOR FUNDING FROM THE
20 SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND OR THE
21 SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND; AND

22 5. REQUIRE THE COUNTY AND COUNTY BOARD OF
23 EDUCATION TO GIVE PRIORITY IN FUNDING PROJECTS TO SCHOOLS:

24 A. THAT ARE THE OLDEST BUILDINGS IN THE SCHOOL
25 SYSTEM WITH SIGNIFICANT FACILITY DEFICIENCIES;

26 B. WITH HIGH CONCENTRATIONS OF STUDENTS
27 ELIGIBLE FOR FREE OR REDUCED PRICE MEALS;

28 C. WITH A HIGH NUMBER OF RELOCATABLE
29 CLASSROOMS; OR

30 D. WITH A HIGH UTILIZATION BASED ON THE SCHOOL'S
31 STATE RATED CAPACITY.

32 (2) FOR BALTIMORE CITY, IF A PROVISION OF THE MEMORANDUM OF
33 UNDERSTANDING ENTERED INTO IN ACCORDANCE WITH § 10-646 OF THIS SUBTITLE

1 CONFLICTS WITH A PROVISION OF THE PROJECT MEMORANDUM OF
2 UNDERSTANDING, THE PROVISION OF THE PROJECT MEMORANDUM OF
3 UNDERSTANDING SHALL PREVAIL.

4 (3) (I) 1. EXCEPT AS PROVIDED IN SUBPARAGRAPH (II) OF THIS
5 PARAGRAPH, THE AUTHORITY MAY AUTHORIZE A COUNTY BOARD OF EDUCATION TO
6 CONTRACT FOR, MANAGE, AND OVERSEE PUBLIC SCHOOL FACILITY PROJECTS
7 FUNDED FROM THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING
8 FUND AND THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES
9 FUND IN THE PROJECT MEMORANDUM OF UNDERSTANDING.

10 2. THE AUTHORITY SHALL CONSIDER A COUNTY BOARD
11 OF EDUCATION'S TRACK RECORD OF MANAGING PUBLIC SCHOOL FACILITY
12 PROJECTS WHEN AUTHORIZING A COUNTY UNDER SUBSUBPARAGRAPH 1 OF THIS
13 SUBPARAGRAPH.

14 (II) IN BALTIMORE CITY, THE AUTHORITY SHALL CONTRACT
15 FOR, MANAGE, AND OVERSEE PUBLIC SCHOOL FACILITY PROJECTS FUNDED FROM
16 THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND AND THE
17 SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND.

18 10-658.

19 (A) THERE IS A SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION
20 FINANCING FUND.

21 (B) (1) THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION
22 FINANCING FUND IS A CONTINUING, NONLAPSING FUND THAT SHALL BE AVAILABLE
23 TO IMPLEMENT THIS SUBTITLE CONCERNING PUBLIC SCHOOL FACILITIES.

24 (2) THE AUTHORITY SHALL:

25 (I) USE THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION
26 FINANCING FUND AS A REVOLVING FUND FOR CARRYING OUT THIS SUBTITLE
27 CONCERNING PUBLIC SCHOOL FACILITIES;

28 (II) PAY ANY AND ALL EXPENSES FROM THE SUPPLEMENTAL
29 PUBLIC SCHOOL CONSTRUCTION FINANCING FUND THAT ARE INCURRED BY THE
30 AUTHORITY RELATED TO ANY PUBLIC SCHOOL FACILITIES; AND

31 (III) AFTER ALL BONDS HAVE BEEN ISSUED, CALCULATE THE
32 TOTAL AMOUNT ALLOCATED FROM THE SUPPLEMENTAL PUBLIC SCHOOL
33 CONSTRUCTION FINANCING FUND TO EACH COUNTY THAT RECEIVED A
34 PERCENTAGE OF BOND PROCEEDS UNDER § 10-650(B)(1) OF THIS SUBTITLE.

1 **(3) (I) SUBJECT TO SUBPARAGRAPH (II) OF THIS PARAGRAPH, IN**
2 **EACH FISCAL YEAR FOR WHICH THE PROVISIONS OF § 4-126.1(D) OF THE**
3 **EDUCATION ARTICLE REMAIN APPLICABLE, THE AUTHORITY SHALL DEPOSIT AN**
4 **AMOUNT EQUAL TO \$25,000,000 FROM THE SUPPLEMENTAL PUBLIC SCHOOL**
5 **CONSTRUCTION FINANCING FUND INTO THE PRINCE GEORGE’S COUNTY**
6 **PUBLIC-PRIVATE PARTNERSHIP FUND ESTABLISHED UNDER § 4-126.2 OF THE**
7 **EDUCATION ARTICLE.**

8 **(II) THE TOTAL AMOUNT DISTRIBUTED FROM THE**
9 **SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND TO THE**
10 **PRINCE GEORGE’S COUNTY PUBLIC-PRIVATE PARTNERSHIP FUND IN**
11 **ACCORDANCE WITH SUBPARAGRAPH (I) OF THIS PARAGRAPH MAY NOT EXCEED THE**
12 **MAXIMUM TOTAL AMOUNT ALLOCATED TO A COUNTY CALCULATED IN ACCORDANCE**
13 **WITH PARAGRAPH (2)(III) OF THIS SUBSECTION.**

14 **(C) (1) TO THE EXTENT CONSIDERED APPROPRIATE BY THE AUTHORITY,**
15 **THE MONEY ON DEPOSIT IN THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION**
16 **FINANCING FUND SHALL BE PLEDGED TO AND USED TO PAY THE FOLLOWING**
17 **RELATED TO PUBLIC SCHOOL FACILITIES:**

18 **(I) DEBT SERVICE ON AUTHORITY BONDS;**

19 **(II) DEBT SERVICE RESERVES UNDER A TRUST AGREEMENT;**

20 **(III) ALL REASONABLE CHARGES AND EXPENSES RELATED TO**
21 **AUTHORITY BORROWING; AND**

22 **(IV) ALL REASONABLE CHARGES AND EXPENSES RELATED TO**
23 **THE AUTHORITY’S ADMINISTRATION OF THE SUPPLEMENTAL PUBLIC SCHOOL**
24 **CONSTRUCTION FINANCING FUND AND MANAGEMENT OF THE AUTHORITY’S**
25 **OBLIGATIONS.**

26 **(2) (I) THIS PARAGRAPH APPLIES ONLY IF A PUBLIC-PRIVATE**
27 **PARTNERSHIP AGREEMENT TO ENHANCE THE DELIVERY OF PUBLIC SCHOOL**
28 **CONSTRUCTION IN PRINCE GEORGE’S COUNTY HAS BEEN ENTERED INTO BY THE**
29 **PRINCE GEORGE’S COUNTY GOVERNMENT, THE PRINCE GEORGE’S COUNTY**
30 **BOARD OF EDUCATION, AND A PRIVATE ENTITY AND THE AGREEMENT HAS BEEN**
31 **APPROVED BY THE INTERAGENCY COMMISSION ON SCHOOL CONSTRUCTION IN**
32 **ACCORDANCE WITH § 4-126.1 OF THE EDUCATION ARTICLE.**

33 **(II) IN ADDITION TO THE MONEY ON DEPOSIT IN THE**
34 **SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND, THE MONEY**
35 **DEPOSITED BY THE AUTHORITY IN ACCORDANCE WITH § 4-126.1(D) OF THE**

1 **EDUCATION ARTICLE INTO THE PRINCE GEORGE'S COUNTY PUBLIC-PRIVATE**
2 **PARTNERSHIP FUND ESTABLISHED UNDER § 4-126.2 OF THE EDUCATION ARTICLE**
3 **SHALL BE PLEDGED TO AND USED TO PAY FOR THE ITEMS LISTED IN PARAGRAPH (1)**
4 **OF THIS SUBSECTION RELATED TO PUBLIC SCHOOL FACILITIES.**

5 **(3) THE PLEDGE SHALL BE EFFECTIVE AS PROVIDED IN § 10-634 OF**
6 **THIS SUBTITLE AND ANY APPLICABLE AUTHORITY RESOLUTION.**

7 **(D) THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING**
8 **FUND CONSISTS OF:**

9 **(1) MONEY DEPOSITED INTO THE SUPPLEMENTAL PUBLIC SCHOOL**
10 **CONSTRUCTION FINANCING FUND;**

11 **(2) TO THE EXTENT THAT THE PROCEEDS ARE NOT UNDER A TRUST**
12 **AGREEMENT, PROCEEDS FROM THE SALE OF BONDS CONCERNING PUBLIC SCHOOL**
13 **FACILITIES;**

14 **(3) REVENUES COLLECTED OR RECEIVED FROM ANY SOURCE UNDER**
15 **THIS SUBTITLE RELATED TO PUBLIC SCHOOL FACILITY PROJECTS;**

16 **(4) ANY INTEREST EARNINGS OF THE SUPPLEMENTAL PUBLIC**
17 **SCHOOL CONSTRUCTION FINANCING FUND; AND**

18 **(5) ANY ADDITIONAL MONEY MADE AVAILABLE FROM ANY PUBLIC**
19 **SOURCE FOR THE PURPOSES ESTABLISHED FOR THE SUPPLEMENTAL PUBLIC**
20 **SCHOOL CONSTRUCTION FINANCING FUND.**

21 **(E) (1) THE STATE TREASURER SHALL INVEST THE MONEY OF THE**
22 **SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND IN THE SAME**
23 **MANNER AS OTHER STATE FUNDS.**

24 **(2) ANY INVESTMENT EARNINGS SHALL BE CREDITED TO THE**
25 **SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FINANCING FUND.**

26 **(3) NO PART OF THE SUPPLEMENTAL PUBLIC SCHOOL**
27 **CONSTRUCTION FINANCING FUND MAY REVERT OR BE CREDITED TO THE GENERAL**
28 **FUND OR ANY SPECIAL FUND OF THE STATE.**

29 **(F) THE MONEY IN THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION**
30 **FINANCING FUND SHALL BE USED TO SUPPLEMENT, AND MAY NOT SUPPLANT,**
31 **MONEY APPROPRIATED TO THE PUBLIC SCHOOL CONSTRUCTION PROGRAM**
32 **ESTABLISHED UNDER TITLE 5, SUBTITLE 3 OF THE EDUCATION ARTICLE.**

1 **10-658.1.**

2 (A) THERE IS A SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION
3 FACILITIES FUND.

4 (B) (1) THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION
5 FACILITIES FUND IS A CONTINUING, NONLAPSING FUND THAT SHALL BE AVAILABLE
6 TO IMPLEMENT THIS SUBTITLE CONCERNING PUBLIC SCHOOL FACILITIES.

7 (2) THE AUTHORITY SHALL:

8 (I) USE THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION
9 FACILITIES FUND AS A REVOLVING FUND FOR CARRYING OUT THIS SUBTITLE
10 CONCERNING PUBLIC SCHOOL FACILITIES; AND

11 (II) TO THE EXTENT AUTHORIZED BY FEDERAL TAX LAW, PAY
12 ANY AND ALL EXPENSES FROM THE SUPPLEMENTAL PUBLIC SCHOOL
13 CONSTRUCTION FACILITIES FUND THAT ARE INCURRED BY THE AUTHORITY
14 RELATED TO ANY PUBLIC SCHOOL FACILITIES.

15 (C) TO THE EXTENT CONSIDERED APPROPRIATE BY THE AUTHORITY, THE
16 MONEY ON DEPOSIT IN THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION
17 FACILITIES FUND SHALL BE USED TO PAY THE FOLLOWING RELATED TO PUBLIC
18 SCHOOL FACILITIES:

19 (1) DEBT SERVICE ON AUTHORITY BONDS;

20 (2) DESIGN AND CONSTRUCTION COSTS RELATED TO PUBLIC SCHOOL
21 FACILITIES;

22 (3) TO THE EXTENT AUTHORIZED BY FEDERAL TAX LAW, COSTS OF
23 START-UP, ADMINISTRATION, OVERHEAD, AND OPERATIONS RELATED TO THE
24 MANAGEMENT OF IMPROVEMENTS TO PUBLIC SCHOOL FACILITIES AUTHORIZED
25 UNDER THIS SUBTITLE;

26 (4) ALL REASONABLE CHARGES AND EXPENSES RELATED TO THE
27 AUTHORITY'S ADMINISTRATION OF THE SUPPLEMENTAL PUBLIC SCHOOL
28 CONSTRUCTION FACILITIES FUND AND THE SUPPLEMENTAL PUBLIC SCHOOL
29 CONSTRUCTION FINANCING FUND AND MANAGEMENT OF THE AUTHORITY'S
30 OBLIGATIONS; AND

31 (5) IF PRINCE GEORGE'S COUNTY SUBMITS A PUBLIC-PRIVATE
32 PARTNERSHIP AGREEMENT TO THE AUTHORITY FOR REVIEW UNDER § 4-126.1 OF
33 THE EDUCATION ARTICLE, ALL REASONABLE EXPENSES RELATED TO THE

1 **AUTHORITY'S REVIEW OF THE PUBLIC-PRIVATE PARTNERSHIP AGREEMENT.**

2 **(D) THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES**
3 **FUND CONSISTS OF:**

4 **(1) FUNDS TRANSFERRED FROM THE SUPPLEMENTAL PUBLIC**
5 **SCHOOL CONSTRUCTION FINANCING FUND TO THE SUPPLEMENTAL PUBLIC**
6 **SCHOOL CONSTRUCTION FACILITIES FUND IN ACCORDANCE WITH § 10-649 OF THIS**
7 **SUBTITLE;**

8 **(2) ANY INTEREST EARNINGS OF THE SUPPLEMENTAL PUBLIC**
9 **SCHOOL CONSTRUCTION FACILITIES FUND; AND**

10 **(3) ANY ADDITIONAL MONEY MADE AVAILABLE FROM ANY PUBLIC**
11 **SOURCE FOR THE PURPOSES ESTABLISHED FOR THE SUPPLEMENTAL PUBLIC**
12 **SCHOOL CONSTRUCTION FACILITIES FUND.**

13 **(E) (1) THE STATE TREASURER SHALL INVEST THE MONEY OF THE**
14 **SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND IN THE SAME**
15 **MANNER AS OTHER STATE FUNDS.**

16 **(2) ANY INVESTMENT EARNINGS SHALL BE CREDITED TO THE**
17 **SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION FACILITIES FUND.**

18 **(3) NO PART OF THE SUPPLEMENTAL PUBLIC SCHOOL**
19 **CONSTRUCTION FACILITIES FUND MAY REVERT OR BE CREDITED TO THE GENERAL**
20 **FUND OR ANY SPECIAL FUND OF THE STATE.**

21 **(F) THE MONEY IN THE SUPPLEMENTAL PUBLIC SCHOOL CONSTRUCTION**
22 **FACILITIES FUND SHALL BE USED TO SUPPLEMENT, AND MAY NOT SUPPLANT,**
23 **MONEY APPROPRIATED TO THE PUBLIC SCHOOL CONSTRUCTION PROGRAM**
24 **ESTABLISHED IN TITLE 5, SUBTITLE 3 OF THE EDUCATION ARTICLE.**

25 **[10-658.] 10-659.**

26 This subtitle may be cited as the Maryland Stadium Authority Act.

27 **Article - State Finance and Procurement**

28 6-226.

29 (a) (2) (i) Notwithstanding any other provision of law, and unless
30 inconsistent with a federal law, grant agreement, or other federal requirement or with the
31 terms of a gift or settlement agreement, net interest on all State money allocated by the
32 State Treasurer under this section to special funds or accounts, and otherwise entitled to

1 receive interest earnings, as accounted for by the Comptroller, shall accrue to the General
2 Fund of the State.

3 (ii) The provisions of subparagraph (i) of this paragraph do not apply
4 to the following funds:

5 121. the Markell Hendricks Youth Crime Prevention and
6 Diversion Parole Fund; [and]

7 122. the Federal Government Shutdown Employee Assistance
8 Loan Fund;

9 **123. THE SUPPLEMENTAL PUBLIC SCHOOL**
10 **CONSTRUCTION FACILITIES FUND; AND**

11 **124. THE SUPPLEMENTAL PUBLIC SCHOOL**
12 **CONSTRUCTION FINANCING FUND.**

13 **Article – State Government**

14 9–1A–30.

15 **(A) IN THIS SECTION, “SUPPLEMENTAL FUNDING” MEANS FUNDING TO:**

16 **(1) ENSURE ACCESS TO PUBLIC EDUCATION THAT ALLOWS CHILDREN**
17 **IN THE STATE TO COMPETE IN THE GLOBAL ECONOMY OF THE FUTURE;**

18 **(2) PROVIDE FUNDING FOR HIGH-QUALITY EARLY EDUCATION**
19 **PROGRAMS;**

20 **(3) PROVIDE OPPORTUNITIES FOR PUBLIC SCHOOL STUDENTS TO**
21 **PARTICIPATE IN CAREER AND TECHNICAL EDUCATION PROGRAMS THAT LEAD TO AN**
22 **IDENTIFIED JOB SKILL OR CERTIFICATE;**

23 **(4) ALLOW STUDENTS TO OBTAIN COLLEGE CREDIT AND DEGREES**
24 **WHILE IN HIGH SCHOOL AT NO COST TO THE STUDENTS;**

25 **(5) SUPPORT THE ADVANCEMENT AND PROFESSIONALIZATION OF**
26 **EDUCATORS IN PUBLIC EDUCATION; AND**

27 **(6) MAINTAIN, RENOVATE, OR CONSTRUCT PUBLIC SCHOOLS.**

28 **[(a)] (B)** There is an Education Trust Fund which is a special, nonlapsing fund
29 that is not subject to § 7–302 of the State Finance and Procurement Article.

1 **[(b)] (C)** (1) There shall be credited to the Education Trust Fund all proceeds
2 allocated to the Fund under § 9–1A–27 of this subtitle.

3 (2) Money in the Education Trust Fund shall be invested and reinvested
4 by the Treasurer, and interest and earnings shall accrue to the Fund.

5 **[(c)] (D)** Money in the Education Trust Fund shall be used to:

6 (1) provide funding for public elementary and secondary education,
7 through continuation of the funding and formulas established under the programs
8 commonly known as the Bridge to Excellence in Public Schools Act, first enacted by Chapter
9 288 of the Acts of the General Assembly of 2002, including the funding for regional
10 differences in the cost of education under § 5–202(f) of the Education Article; **AND**

11 (2) [provide funds to construct public school buildings and provide public
12 school capital improvements in accordance with Title 5, Subtitle 3 of the Education Article;

13 (3) provide funds for capital projects at community colleges and public
14 senior higher education institutions; and

15 (4) provide funds to expand public early childhood education programs in
16 the State] **PROVIDE SUPPLEMENTAL FUNDING FOR EDUCATION AND PUBLIC**
17 **SCHOOLS.**

18 **[(d)** Expenditures from the Education Trust Fund shall be made each fiscal year
19 in accordance with the State budget.]

20 **(E) (1) THE GOVERNOR’S ANNUAL BUDGET SUBMISSION SHALL INCLUDE**
21 **NOT LESS THAN THE FOLLOWING AMOUNTS AS SUPPLEMENTAL FUNDING FOR**
22 **PUBLIC EDUCATION FROM THE EDUCATION TRUST FUND:**

23 **(I) FOR FISCAL YEAR 2020, \$125,000,000;**

24 **(II) FOR FISCAL YEAR 2021, \$250,000,000;**

25 **(III) FOR FISCAL YEAR 2022, \$375,000,000; AND**

26 **(IV) FOR FISCAL YEAR 2023 AND EACH FISCAL YEAR**
27 **THEREAFTER, 100% OF THE FUNDS.**

28 **(2) (I) THE SUPPLEMENTAL FUNDING REQUIRED UNDER**
29 **PARAGRAPH (1) OF THIS SUBSECTION SHALL BE IN ADDITION TO THE STATE**
30 **FUNDING AND FORMULAS PROVIDED THROUGH THE FUNDING FORMULAS**
31 **ESTABLISHED IN THE BRIDGE TO EXCELLENCE IN PUBLIC SCHOOLS ACT OF 2002**
32 **FOR PREKINDERGARTEN THROUGH GRADE 12 IN PUBLIC SCHOOLS.**

1 **(II) BEGINNING IN FISCAL YEAR 2020 AND IN EACH FISCAL**
2 **YEAR THEREAFTER, THE GOVERNOR SHALL IDENTIFY IN THE ANNUAL BUDGET AS**
3 **INTRODUCED HOW THE REVENUE REQUIRED UNDER THIS SUBSECTION IS BEING**
4 **USED TO SUPPLEMENT AND NOT SUPPLANT THE SPENDING ON PUBLIC EDUCATION**
5 **FOR PREKINDERGARTEN THROUGH GRADE 12.**

6 **(F) EXPENDITURES FROM THE EDUCATION TRUST FUND SHALL BE MADE**
7 **EACH FISCAL YEAR IN ACCORDANCE WITH THE STATE BUDGET.**

8 SECTION 4. AND BE IT FURTHER ENACTED, That the Laws of Maryland read
9 as follows:

10 **Article – Education**

11 **5–325.**

12 **(A) IN THIS SECTION, “FUND” MEANS THE PUBLIC SCHOOL FACILITIES**
13 **PRIORITY FUND.**

14 **(B) THERE IS A PUBLIC SCHOOL FACILITIES PRIORITY FUND.**

15 **(C) (1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION,**
16 **THE PURPOSE OF THE FUND IS TO PROVIDE STATE FUNDS TO ADDRESS THE**
17 **FACILITY NEEDS OF THE HIGHEST PRIORITY SCHOOLS IN THE STATE AS IDENTIFIED**
18 **BY THE STATEWIDE FACILITIES ASSESSMENT COMPLETED BY THE INTERAGENCY**
19 **COMMISSION ON SCHOOL CONSTRUCTION UNDER § 5–310(E) OF THIS SUBTITLE.**

20 **(2) IF THE STATEWIDE FACILITIES ASSESSMENT IS NOT COMPLETED,**
21 **THE PURPOSE OF THE FUND IS TO PROVIDE STATE FUNDS TO ADDRESS THE**
22 **SEVERITY OF ISSUES IN A SCHOOL, INCLUDING:**

23 **(I) AIR CONDITIONING;**

24 **(II) HEATING;**

25 **(III) INDOOR AIR QUALITY;**

26 **(IV) MOLD REMEDIATION;**

27 **(V) TEMPERATURE REGULATION;**

28 **(VI) PLUMBING, INCLUDING THE PRESENCE OF LEAD IN**
29 **DRINKING WATER OUTLETS IN SCHOOL BUILDINGS;**

1 (VII) WINDOWS; AND

2 (VIII) ANY ADDITIONAL SEVERE ISSUES IN THE SCHOOL THAT
3 REQUIRE THE SCHOOL TO BE CLOSED.

4 (D) THE INTERAGENCY COMMISSION ON SCHOOL CONSTRUCTION SHALL
5 ADMINISTER THE FUND.

6 (E) (1) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT
7 SUBJECT TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.

8 (2) THE STATE TREASURER SHALL HOLD THE FUND SEPARATELY,
9 AND THE COMPTROLLER SHALL ACCOUNT FOR THE FUND.

10 (F) THE FUND CONSISTS OF:

11 (1) MONEY APPROPRIATED IN THE STATE BUDGET TO THE FUND;

12 (2) ANY INTEREST EARNINGS OF THE FUND; AND

13 (3) ANY OTHER MONEY FROM ANY OTHER SOURCE ACCEPTED FOR
14 THE BENEFIT OF THE FUND.

15 (G) THE FUND MAY BE USED ONLY FOR THE PURPOSE ESTABLISHED UNDER
16 SUBSECTION (C) OF THIS SECTION.

17 (H) (1) THE STATE TREASURER SHALL INVEST THE MONEY OF THE FUND
18 IN THE SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED.

19 (2) ANY INTEREST EARNINGS OF THE FUND SHALL BE CREDITED TO
20 THE FUND.

21 (I) (1) IN FISCAL YEARS 2023 THROUGH 2026, THE GOVERNOR SHALL
22 APPROPRIATE IN THE ANNUAL STATE OPERATING OR CAPITAL BUDGET BILL AT
23 LEAST \$40,000,000 TO THE FUND.

24 (2) IN FISCAL YEAR 2027 AND EACH FISCAL YEAR THEREAFTER, THE
25 GOVERNOR SHALL APPROPRIATE IN THE ANNUAL STATE OPERATING OR CAPITAL
26 BUDGET BILL AT LEAST \$80,000,000 TO THE FUND.

27 (J) EXPENDITURES FROM THE FUND MAY BE MADE ONLY IN ACCORDANCE
28 WITH THE STATE BUDGET.

1 (K) MONEY EXPENDED FROM THE FUND IS SUPPLEMENTAL TO AND IS NOT
2 INTENDED TO TAKE THE PLACE OF FUNDING THAT OTHERWISE WOULD BE
3 APPROPRIATED IN THE ANNUAL STATE OPERATING OR CAPITAL BUDGET BILL TO
4 PRIMARY AND SECONDARY SCHOOLS UNDER THIS ARTICLE.

5 Article – State Finance and Procurement

6 6–226.

7 (a) (2) (i) Notwithstanding any other provision of law, and unless
8 inconsistent with a federal law, grant agreement, or other federal requirement or with the
9 terms of a gift or settlement agreement, net interest on all State money allocated by the
10 State Treasurer under this section to special funds or accounts, and otherwise entitled to
11 receive interest earnings, as accounted for by the Comptroller, shall accrue to the General
12 Fund of the State.

13 (ii) The provisions of subparagraph (i) of this paragraph do not apply
14 to the following funds:

15 123. the Supplemental Public School Construction Facilities
16 Fund; [and]

17 124. the Supplemental Public School Construction Financing
18 Fund; AND

19 125. THE PUBLIC SCHOOL FACILITIES PRIORITY FUND.

20 SECTION 5. AND BE IT FURTHER ENACTED, That it is the intent of the General
21 Assembly that funding for the Aging Schools Program and the School Safety Grant Program
22 shall be consolidated into the Public School Facilities Priority Fund established in Section
23 4 of this Act beginning in fiscal year 2027.

24 SECTION 6. AND BE IT FURTHER ENACTED, That Section(s) 5–317 and 5–324
25 of Article – Education of the Annotated Code of Maryland be repealed.

26 SECTION 7. AND BE IT FURTHER ENACTED, That in fiscal year 2021, \$500,000
27 from the Education Trust Fund shall be appropriated to the Maryland Stadium Authority
28 for start–up and administrative costs associated with Section 3 of this Act.

29 SECTION 8. AND BE IT FURTHER ENACTED, That, contingent on the
30 consolidation of funding, on or before June 30, 2026, for the Aging Schools Program and the
31 School Safety Grant Program into the Public School Facilities Priority Fund established in
32 Section 4 of this Act, Section 6 of this Act shall take effect July 1, 2026.

33 SECTION 9. AND BE IT FURTHER ENACTED, That Section 4 of this Act shall take
34 effect July 1, 2022.

1 SECTION 10. AND BE IT FURTHER ENACTED, That, except as provided in
2 Sections 8 and 9 of this Act, this Act shall take effect July 1, 2020.