

**Department of Legislative Services**  
Maryland General Assembly  
2014 Session

**FISCAL AND POLICY NOTE**

Senate Bill 1064 (Senator Jones-Rodwell)  
Budget and Taxation

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**Maryland Consolidated Capital Bond Loan of 2012 - Baltimore City - PMO  
Community Youth Center**

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This bill allows matching funds for the Payne Memorial Outreach Community Youth Center project, as specified in the Maryland Consolidated Capital Bond Loan of 2012, to consist of real property. The bill also extends the deadline – from June 1, 2014, to June 1, 2016 – for the Board of Directors of Payne Memorial Outreach, Inc. to present evidence that matching funds will be provided for the project.

The bill takes effect June 1, 2014.

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**Fiscal Summary**

**State Effect:** The bill does not affect State operations of finances.

**Local Effect:** The bill does not affect the operations or finances of Baltimore City.

**Small Business Effect:** None.

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**Analysis**

**Current Law:** Chapter 444 of 2012 (the fiscal 2013 capital budget) authorized a grant of up to \$125,000 in matching funds to the Board of Directors of Payne Memorial Outreach, Inc., for the design, construction, renovation, and reconstruction of the Payne Memorial Outreach Community Youth Center project, located in Baltimore City. The grantee has until June 1, 2014, to present evidence that a matching fund will be provided. Matching funds may consist of in-kind contributions. Matching funds may not consist of real property or funds expended prior to the June 1, 2012 effective date of Chapter 444. The

proceeds of the loan must be expended or encumbered by the Board of Public Works by December 1, 2015. If any funds authorized remain unexpended or unencumbered after December 1, 2015, the amount of the unexpended or unencumbered authorizations must be cancelled.

**Background:** Payne Memorial Outreach, Inc. is a nonprofit organization whose mission is “to help release and to develop human possibilities through education, health and wellness, and the arts.” The original 2012 grant was to assist the grantee in acquiring, designing, and constructing the Payne Memorial Outreach Youth Community Center, which will provide a number of programs, including summer youth camps, counseling services, and literacy courses.

The grantee advises that it is simply unable to raise the requisite amount of cash to meet the matching fund requirement in Chapter 444. The grantee further advises that it purchased the center no more than three years ago and would, therefore, like to use the center’s value to assist it in meeting the match.

**Additional Comments:** Although the bill seeks to extend the deadline – from June 1, 2014, to June 1, 2016 – for the grantee to present evidence that matching funds will be provided, a corresponding change has not been made to the termination date for the grant. Any funds that remain unexpended or unencumbered after December 1, 2015, must still be cancelled.

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### Additional Information

**Prior Introductions:** None.

**Cross File:** None.

**Information Source(s):** Department of General Services, Payne Memorial Outreach, Department of Legislative Services

**Fiscal Note History:** First Reader - March 14, 2014  
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