

# SENATE BILL 1

C8, F5

(PRE-FILED)

0lr1233  
CF HB 1

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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

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## 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

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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

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

BY renumbering

Article – Education

Section 4–126.1 and 5–206, respectively

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

Annotated Code of Maryland

(2018 Replacement Volume and 2019 Supplement)

BY repealing and reenacting, with amendments,

Article – Education

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

Annotated Code of Maryland

(2018 Replacement Volume and 2019 Supplement)

BY adding to

Article – Education

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

Annotated Code of Maryland

(2018 Replacement Volume and 2019 Supplement)

BY repealing and reenacting, with amendments,

Article – Education

Section 4–126.2

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

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

BY repealing

Article – Education  
Section 5–324  
Annotated Code of Maryland  
(2018 Replacement Volume and 2019 Supplement)  
(As enacted by Section 1 of this Act)

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

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

### **Article – Education**

4–126.

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

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

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

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

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

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

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

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

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

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

(i) Use alternative financing methods;

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

4. Smart growth requirements;

5. Minority business enterprise requirements;

6. Prevailing wage requirements;

7. Environmental requirements; and

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

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

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

2. Shall comply with the requirements under subparagraph

(i) 4 through 8 of this paragraph; and

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

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

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

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

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

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

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

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

**4-126.1.**

**(A) IN THIS SECTION, "PUBLIC-PRIVATE PARTNERSHIP AGREEMENT" MEANS AN AGREEMENT IN WHICH A COUNTY GOVERNMENT AND A COUNTY BOARD 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.**

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

4-126.2.

(a) In this section, "Fund" means the Prince George's County Public-Private Partnership Fund.

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

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

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

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

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

(f) The Fund consists of:

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

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

(3) Any investment earnings of the Fund; and

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

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

(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.

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

1. Define modular construction; and

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

5–310.

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

5–313.

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

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

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

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

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

(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

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

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

5–322.

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

(b) There is a Healthy School Facility Fund.

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

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

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

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

(f) The Fund consists of:

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

(2) Any interest earnings of the Fund; and

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

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

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

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

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

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



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

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

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

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

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

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

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

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

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

2. Ice makers; or

3. Hot drink machines.

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

**Article – Economic Development**

10–601.

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

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

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

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

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

(2) the Mayor and City Council of Baltimore.

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

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

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

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

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

(2) is designated for improvement under the memorandum of understanding between the Authority, Baltimore City, the Baltimore City Board of School Commissioners, and the Interagency Committee on School Construction entered into in 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.

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

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

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

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

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

**[(q)] (S) “Facility” means:**

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

**(2) a convention facility;**

**(3) the Hippodrome Performing Arts facility;**

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

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

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

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

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

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

**(i) the Hippodrome theater and offices;**

**(ii) food service facilities; and**

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

**[(t)] (V) “Hippodrome Performing Arts Fund” means the Hippodrome 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

COUNTY PUBLIC SCHOOL SYSTEM; AND

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

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

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

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

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

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

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

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

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

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

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

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

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

~~[(ii)]~~ **(QQ)** “Tax supported debt” has the meaning stated in § 8-104 of the State 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;



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

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

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

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

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

10–628.

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

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

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

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

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

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

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

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

10–634.

(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.

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

(1) TAKEN DURING THE PREVIOUS FISCAL YEAR; AND

(2) PLANNED FOR THE CURRENT FISCAL YEAR.

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

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

10-650.

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

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

(I) ANNE ARUNDEL COUNTY – 12.5%;

(II) BALTIMORE CITY – 21.0%;

(III) BALTIMORE COUNTY – 21.0%;

(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

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

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

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

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

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

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

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

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

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

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



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

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

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

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

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

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

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

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

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

C. WITH A HIGH NUMBER OF RELOCATABLE CLASSROOMS; OR

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

(2) FOR BALTIMORE CITY, IF A PROVISION OF THE MEMORANDUM OF 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

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

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

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

122. the Federal Government Shutdown Employee Assistance Loan Fund;

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

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

#### **Article – State Government**

9–1A–30.

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

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

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

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

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

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

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

**[(a)] (B)** There is an Education Trust Fund which is a special, nonlapsing fund 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.**



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

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

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

#### Article – Education

#### 5–325.

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

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

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

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

(I) AIR CONDITIONING;

(II) HEATING;

(III) INDOOR AIR QUALITY;

(IV) MOLD REMEDIATION;

(V) TEMPERATURE REGULATION;

(VI) PLUMBING, INCLUDING THE PRESENCE OF LEAD IN 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.

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

**Article – State Finance and Procurement**

6–226.

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

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

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

124. the Supplemental Public School Construction Financing Fund; AND

**125. THE PUBLIC SCHOOL FACILITIES PRIORITY FUND.**

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

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

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

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

SECTION 9. AND BE IT FURTHER ENACTED, That Section 4 of this Act shall take 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.