

## CHAPTER 229

(Senate Bill 537)

AN ACT to add new Section 7A to Article 94A of the Annotated Code of Maryland (11969 Replacement Volume and 11972 Supplement), title "Transportation," subtitle "Financing," subheading "Consolidated Transportation Bonds," to follow immediately after Section 7 thereof, to authorize the Department of Transportation to borrow money by the sale of anticipation notes payable from the Transportation Trust Fund and generally relating thereto.

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That new Section 7A be and it is hereby added to Article 94A of the Annotated Code of Maryland (11969 Replacement Volume and 11972 Supplement), title "Transportation," subtitle "Financing," subheading "Consolidated Transportation Bonds," to follow immediately after Section 7 thereof, to read as follows:

7A.

THE DEPARTMENT, WITH THE APPROVAL OF THE BOARD OF PUBLIC WORKS, MAY BORROW MONEY IN ANTICIPATION OF ITS RECEIPT OF CURRENT REVENUES, AND EVIDENCE THE BORROWING BY THE ISSUANCE AND SALE OF ITS REVENUE ANTICIPATION NOTES. THE NOTES SHALL NOT BE DEEMED A DEBT OF THE STATE OF MARYLAND, BUT SHALL BE PAYABLE, AS TO BOTH PRINCIPAL AND INTEREST, SOLELY FROM THE CURRENT REVENUES, WHEN RECEIVED AND DEPOSITED IN THE TRANSPORTATION TRUST FUND, SUBJECT, HOWEVER, TO THE PRIOR USE AND APPLICATION OF THE REVENUES FOR THE PURPOSE OF MEETING THE DEBT SERVICE REQUIREMENTS OF ALL OUTSTANDING AND UNPAID BONDS PAYABLE FROM THE REVENUES IN THE TRANSPORTATION TRUST FUND AND ALL FUNDS PAYABLE TO BALTIMORE CITY AND THE OTHER POLITICAL SUB-DIVISIONS. THE PROCEDURE FOR THE ISSUANCE OF THESE NOTES SHALL BE THE SAME AS THAT APPLICABLE TO THE ISSUANCE OF CONSOLIDATED TRANSPORTATION BONDS, EXCEPT THAT THESE NOTES MAY BE ISSUED AND SOLD BY PRIVATE NEGOTIATION. NO NOTE MAY BE ISSUED TO MATURE LATER THAN SIX (6) MONTHS AFTER THE DATE OF ITS ISSUE NOR BE DEEMED TO BE A DEBT OR PLEDGE OF THE FAITH AND CREDIT OF THE STATE OF MARYLAND.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1973.

Approved May 7, 1973.

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