

(3) AN AGREEMENT AUTHORIZED BY PARAGRAPH (2) OF THIS SUBSECTION MAY HAVE SUCH PROVISIONS, TERMS, AND CONDITIONS, AND MAY BE OF SUCH DURATION, AS THE LOCAL GOVERNMENT BY RESOLUTION MAY DETERMINE.

(4) EXCEPT AS PROVIDED IN PARAGRAPH (6) OF THIS SUBSECTION, ANY PAYMENT OBLIGATION IN AN AGREEMENT AUTHORIZED BY PARAGRAPH (2) OF THIS SUBSECTION:

(I) SHALL BE A GENERAL OBLIGATION OF THE LOCAL GOVERNMENT TO WHICH ITS FULL FAITH AND CREDIT AND UNLIMITED TAXING POWER IS PLEDGED; AND

(II) MAY NOT BE SUBJECT TO ANNUAL APPROPRIATION BY THE LOCAL GOVERNMENT.

(5) A PAYMENT OBLIGATION IN AN AGREEMENT AUTHORIZED BY PARAGRAPH (2) OF THIS SUBSECTION MAY BE UNDERTAKEN BY A LOCAL GOVERNMENT PURSUANT TO AND WITHIN THE LIMITATIONS OF THIS SUBSECTION:

(I) WITHOUT REGARD TO ANY LIMITATIONS SET FORTH IN ITS CHARTER OR OTHER APPLICABLE PUBLIC LOCAL OR PUBLIC GENERAL LAW THAT WOULD OTHERWISE APPLY; AND

(II) WITHOUT COMPLYING WITH ANY PROCEDURES SET FORTH IN ITS CHARTER OR OTHER APPLICABLE PUBLIC LOCAL OR PUBLIC GENERAL LAW THAT WOULD OTHERWISE BE REQUIRED.

(6) IF A STATE CONSTITUTIONAL PROVISION LIMITS A LOCAL GOVERNMENT IN UNDERTAKING A PAYMENT OBLIGATION DESCRIBED IN PARAGRAPH (4) OF THIS SUBSECTION OR REQUIRES A LOCAL GOVERNMENT TO COMPLY WITH CERTAIN PROCEDURES PRIOR TO UNDERTAKING A PAYMENT OBLIGATION DESCRIBED IN PARAGRAPH (4) OF THIS SUBSECTION, THE LOCAL GOVERNMENT MAY PROVIDE THAT THE PAYMENT OBLIGATION:

(I) IS A LIMITED OBLIGATION OF THE LOCAL GOVERNMENT REPAYABLE FROM ASSETS AND REVENUES AS PROVIDED IN THE AGREEMENT; OR

(II) IS SUBJECT TO ANNUAL APPROPRIATION BY THE LOCAL GOVERNMENT.

(7) THE AGGREGATE OUTSTANDING AND UNPAID PRINCIPAL AMOUNT THAT A LOCAL GOVERNMENT SHALL BE OBLIGATED TO PAY UNDER THE AUTHORITY OF THIS SUBSECTION MAY NOT EXCEED TWO-TENTHS OF ONE PERCENT (0.2%) OF ITS ASSESSABLE BASE AS CERTIFIED TO THE LOCAL GOVERNMENT IN EACH YEAR BY THE STATE DEPARTMENT OF ASSESSMENTS AND TAXATION FOR REAL PROPERTY TAX PURPOSES.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1988.