

As of June 30, 1993, general obligation debt service requirements for principal and interest in future years were as follows (amounts expressed in thousands):

Years Ending June 30	Total	Years Ending June 30,	Total
1994	\$326,109	2002	\$195,190
1995	353,097	2003	176,470
1996	343,995	2004	141,444
1997	318,858	2005	122,623
1998	294,289	2006	98,332
1999	242,860	2007	65,974
2000	243,170	2008	28,105
2001	217,735		

On October 6, 1993, general obligation bonds aggregating \$283,545,000 were issued with a discount of \$2,321,000. The interest rates on this issue range from 3% to 4.75% and the bonds mature serially through 2008.

10. Transportation Bonds:

Transportation Bonds outstanding as of June 30, 1993, were as follows (amounts expressed in thousands):

	Outstanding
Consolidated Transportation Bonds—4.3% to 7.1%, due serially through 2007	\$ 959,800
County Transportation Bonds—5.1% to 5.6% Refunding Series, due serially through 1997 .	21,930
County Transportation Bonds—4.6% to 9.0%, due serially through 2006	116,905
	<u>\$1,098,635</u>

Consolidated Transportation Bonds are limited obligations issued by the Department of Transportation (Department) for highway, port, airport or mass transit facilities, or any combination of such facilities. The principal must be paid within 15 years from the date of issue.

The maximum aggregate principal amount of Consolidated Transportation Bonds that may be outstanding is \$950,000,000 to \$1,200,000,000, with the General Assembly establishing in each fiscal year's budget the maximum outstanding amount of these bonds that can be outstanding June 30 of the respective fiscal year up to the maximum of \$1,200,000,000. For fiscal year 1993, the aggregate principal amount of consolidated Transportation Bonds that may be outstanding as of June 30, 1993, was \$960,000,000.

Consolidated Transportation Bonds are paid from the transportation debt service fund except for the Bond Anticipation Notes (none outstanding as of June 30, 1993), which are paid from the proceeds of Consolidated Transportation Bonds which are deposited in the special revenue fund. Principal of and interest on Consolidated Transportation Bonds are payable from the proceeds of certain excise taxes levied by statute and the corporate income tax credited to the Department. These amounts are applicable to the extent necessary for that exclusive purpose before being available for other uses by the Department. If those tax proceeds become insufficient to meet debt service requirements, other receipts of the Department are available for that purpose. The holders of such bonds are not entitled to look to other State resources for payment.

Under the terms of authorizing bond resolutions, additional Consolidated Transportation Bonds may be issued, provided, among other conditions, that (i) total receipts (excluding Federal funds for capital projects, bond and note proceeds, income received from a sinking fund separately dedicated to the Refunding Bonds, and other receipts not available for debt service), less administration, operation and maintenance expenses, for the preceding fiscal year equal at least two times the maximum annual debt service on all Consolidated Transportation Bonds outstanding and to be issued, and that (ii) total proceeds from pledged taxes equal at least two times the maximum annual debt service on all Consolidated Transportation Bonds outstanding and to be issued.

County Transportation Bonds are issued by the Department and the proceeds are used by participating counties and Baltimore City to fund local road construction, reconstruction and other transportation projects and facilities, and to provide local participating funds for federally-aided highway projects. Debt service on these bonds is payable from the counties' and Baltimore City's shares of highway user revenues.

By law, the Department may not issue County Transportation Bonds on behalf of a participant if such participant's share of highway user revenues for the latest fiscal year is less than twice such participant's maximum annual debt service on County Transportation Bonds.