

abandoned upon the erection of a storage reservoir. Now, therefore,

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That the Mayor and Aldermen of Frederick are hereby authorized and empowered to issue and sell bonds for the corporation of Frederick, for a sum of money not exceeding sixty thousand dollars (\$60,000.00), for the purpose of increasing the water supply and facilitating the distribution thereof in the corporation of Frederick, by the erection of a storage reservoir, or lake, on Tuscorora Creek or Fishing Creek, in Frederick county, Maryland, and for the purpose of acquiring title by purchase or condemnation, of such land, on the watershed of either or both of said streams, as the Mayor and Aldermen of Frederick shall think proper.

SEC. 2. *And be it enacted,* That the bonds authorized to be issued under the provisions of this act, shall be issued in sums of not less than one hundred dollars nor more than one thousand dollars each, and each of said bonds shall be payable thirty years after date, to bearer, redeemable, however, at the pleasure of the Mayor and Aldermen of Frederick at any time after the expiration of twenty years from their respective dates, and said bonds shall bear interest from date of issuance at a rate not exceeding four and one-half per centum per annum, payable semi-annually, according to the tenor of the coupons for said interest to be attached to said bonds; and the bonds hereby authorized to be issued under the provisions of this act are hereby exempt from municipal and county taxation in Frederick county.

SEC. 3. *And be it enacted,* That the Mayor and Aldermen of Frederick is hereby authorized and empowered to sell said bonds by bid upon sealed proposals, to the highest responsible bidder or bidders, after having given at least three weeks' public prior notice, by advertisement in at least two newspapers, published in Frederick City; provided, however, that said bonds shall not be sold except for cash, and none of said bonds shall be sold for less than their par value.

SEC. 4. *And be it enacted,* That the Mayor and Aldermen of Frederick shall have full power and authority, and is hereby required to levy all necessary taxes upon the property within the taxable limits of the said corporation, for the payment of the interest on said bonds hereby authorized to be issued, and shall create a sinking fund for the payment of the principal thereof out of the funds, received from water rents by said corporation; provided that not less than 10% of the gross