

thousand dollars (\$100,000) and to issue its bonds for the purpose, in addition to all other indebtedness of the city under the conditions set forth in this Act.

The bonds hereby authorized to be issued shall be in sum of one thousand dollars (\$1,000) each, to be numbered from (1) to one hundred (100) both inclusive, payable thirty (30) years from the date of issue, and shall be dated April first, nineteen hundred and twelve. Said bonds to be signed by the Mayor, Counselor and the Treasurer of the City of Annapolis, and attested by the seal of the said city, and shall be a direct obligation upon the City of Annapolis. The said bonds shall bear interest at an annual rate of interest not exceeding four and one-half per cent. (4½%) payable semi-annually, and said bonds when issued shall be exempt from taxation by City of Annapolis and Anne Arundel County, while held by residents of this State. The bonds shall be known as "City of Annapolis First Mortgage Water Loan Bonds," and this shall be printed or lithographed on each bond. The Mayor, Counselor and Aldermen of the City of Annapolis, or its Finance Commission acting under its authority, are authorized to do all acts and things in connection with the said issue that may be proper to give validity to said bonds.

The Mayor, Counselor and Aldermen of the City of Annapolis or its Finance Commission acting under its authority, be and they are hereby authorized and empowered to sell and dispose of the said bonds hereinbefore provided at public sale to the highest bidder or bidders therefor for cash, after 30 days' public notice thereof by advertisement, provided the same, or any part of them, shall not be sold for less than par and accrued interest.

The bonds and the proceeds of sale of the same shall be used and applied for the purchase of the stock of the Annapolis Water Company or to pay off the indebtedness which the said Mayor, Counselor and Aldermen of the City of Annapolis, or its Finance Commission acting under its authority, may have assumed in respect to the purchase of stock of said Water Company; and the said bonds with the interest due and to become due thereon, are hereby declared to be a first lien upon the interest of the Mayor, Counselor and Aldermen of the City of Annapolis in the stock and property of the Annapolis Water Company or its successors, and the stock of said company owned by the Mayor, Counselor and Aldermen of the City of Annapolis shall be placed on the books of said company in the name of the Mayor, Counselor and Aldermen of the City of Annapolis as trustee, so long as said bonds are outstanding, as security for the payment of the said bonds and interest, as and when the same become payable. And should the said obligations not be paid as and when the same become payable, then the bondholders' lien may be enforced as other liens are enforced in equity.

That the Mayor, Counselor and Aldermen of the City of Annapolis are hereby authorized to vote the said stock at any meeting of the said Annapolis Water Company, and by resolution duly passed to appoint such person or persons to represent and vote said stock as to it may seem proper, to