

PROPERTY
OF THE
STATE OF MARYLAND

ALLEGANY COUNTY.

of the denomination of One Thousand (\$1,000.00) Dollars, and shall be exempt from State, county and municipal taxes; said bonds to be signed by the Mayor of the City of Frostburg, and attested by the City Clerk, with the corporation seal of the city thereto attached, and to bear interest at the rate of not more than five per cent. per annum, payable semi-annually, for which interest proper coupons are to be attached to said bonds.

1929, ch. 345, sec. 2.

271. The said Mayor and Councilmen shall, by ordinance, cause advertisement to be made, setting the time and place where bids conditioned as may be required by said ordinance will be opened for the sale of said bonds, reserving unto itself the right to reject any and all bids. Said bids shall be filed with the City Clerk of the City of Frostburg, and at the time and place advertised shall be opened by him in the presence of the Mayor and Councilmen, and if said bids be satisfactory to the Mayor and Councilmen, it shall sell said bonds, or any part thereof, to the highest bidder or bidders, of whose ability to comply with the terms of sale the said Mayor and Councilmen in its discretion is satisfied.

1929, ch. 345, sec. 3.

272. Upon the sale of said bonds, the proceeds thereof shall be placed in a separate fund, and used by the Mayor and Councilmen for the purpose of increasing, improving, repairing, extending and other necessary purposes heretofore and hereafter affecting the water supply of the City of Frostburg, and for no other purpose or purposes.

1929, ch. 345, sec. 4.

273. The Mayor and Councilmen shall charge and collect for the water supplied to the residents of the City of Frostburg, and vicinity, a sum sufficient to pay the expenses heretofore and hereafter necessary for the operating of the water system of Frostburg, Maryland, and to pay for the redemption of the bonds now outstanding against the City of Frostburg, for water improvements, and this bond issue, and the interest on all the bonded indebtedness of the City of Frostburg, pertaining to the water system of said city, and the money so charged and collected shall be kept and maintained in a fund separate, it being the intention of this Act to enable the Mayor and Councilmen of Frostburg to so operate the water supply of said city that the revenue therefrom shall be used to defray the heretofore or hereafter expenses connected therewith, provided if the receipts from the Water Department shall be less than the expenses in any year or years, the Mayor and Councilmen shall levy from time to time such amount on the assessable property of the city as may be necessary to pay the bonds issued hereunder, and the interest thereon, or are empowered to borrow an amount not exceeding Ten Thousand (\$10,000.00) Dollars in any one year, and to pledge the credit of the city for the security of the same, provided, however, that the water rate shall be increased for the succeeding year sufficient to pay off such deficit.