

Any and all of the bonds issued pursuant to the provisions of this sub-title, and the interest thereon, shall be and remain exempt from State, County and Municipal taxes of every kind whatsoever in the State of Maryland. In determining the cost of any public works project, the following items may be included as a part of the cost of such public works project and financed by the issuance of the bonds; (a) engineering and inspection costs, accounting and legal expenses, in which may be included a reasonable proportion of the compensation costs and the engineering and legal expenses, of the municipality; (b) the cost of issuance of the bonds, including printing, advertising, accounting, legal and other similar expenses; (c) any interest costs on money borrowed or estimated to be borrowed during the period of construction of such public works project. The authorization and issuance of the bonds shall not be dependent on or affected in any way by proceedings taken, contracts made, acts performed or things done, in connection with, in the construction of, or in furtherance of any public works project undertaken by the municipality authorizing and issuing the bonds. All bonds issued under this sub-title shall recite upon their face, in substance, that they are issued pursuant to this sub-title and pursuant to the Constitution of Maryland and pursuant to a resolution duly adopted by the governing body of the municipality, and there shall also appear upon the face of said bonds a paragraph substantially similar to the following: "It is hereby certified and recited that each and every act, condition and thing required to exist, to be done, to have happened, and to be performed, precedent to and in the issuance of this bond, does exist, has been done, has happened, and has been performed, in full and entire compliance with the Constitution and laws of the State of Maryland and the resolutions of said (here insert the name of the issuing municipality), and that the issue of bonds, of which this is one, together with all other indebtedness of the (here insert the name of the issuing municipality) is within every debt and other limit prescribed by the Constitution of said State." The bonds may be purchased by the municipality at a price not more than the principal amount thereof plus the accrued interest, and all bonds so purchased shall be cancelled. Pending the authorization, preparation, execution and/or delivery of definitive bonds for the purpose of financing the construction of a public works project, interim certificates, or other temporary obligations may be issued by the municipality to the purchaser of such bonds. Such interim certificates, or other temporary obligations shall be in such form, contain such terms, conditions and provisions, bear such date or dates, and evidence such agreements relating to their discharge or payment or the delivery of definitive bonds as the governing body of the municipality issuing the same may by resolution or resolutions determine. Any provision of any law to the contrary notwithstanding, any bonds, interim certificates, or other obligations issued pursuant to this sub-title shall be fully negotiable within the meaning of and for all the purposes of the uniform negotiable instruments law of this State.

1933 (Special Sess.), ch. 30, sec. 8.

17. In connection with the issuance of bonds or in order to secure the payment of its bonds any municipality shall have power:

(a) To pledge the full faith and credit and unlimited taxing power of the municipality to the punctual payment of the principal of and interest on the bonds.