

1935, ch. 330, sec. 83.

110. Of the total amount the Authority is by this sub-title authorized to borrow, it may create a debt for or it may borrow a sum not in excess of One Million, Two Hundred Thousand Dollars (\$1,200,000), for the cost of the acquisition of the assets and franchises of the Claiborne-Annapolis Ferry Company. The bonds issued for such purposes shall be known as "Ferry" bonds, shall be issued according to what is known as the serial annuity plan, and shall mature at periods not exceeding fifteen years from the date thereof and such bonds and the interest thereon shall be payable—

Firstly, out of the revenues derived from the operation of the Ferry;

Secondly, if such revenues are or become insufficient, then out of any earnings from the Bridge, if constructed, over and above the operating costs of the Bridge and the debt service requirements of the Bridge bonds;

Thirdly, if the funds from both such sources are insufficient, or if the Ferry revenues are insufficient and the Bridge is not constructed, then out of any moneys collected by the State for that purpose, as hereinafter provided in Section 112 hereof.

The Authority shall include in the debt service requirements for the "Ferry" bonds a provision requiring that all surplus earnings shall, after proper operating reserves are established, be accumulated in a special reserve fund for use only in the event that the revenues from the Ferry become insufficient, in any period, to meet expenses and debt service requirements on Ferry bonds. The accumulations in this fund shall be maintained until the fund, together with the minimum estimated earnings, is sufficient to meet the debt service requirements on the "Ferry" bonds to maturity. After this point is reached, all subsequent surplus earnings of the Ferry, and such moneys in said special reserve fund as are not needed for Ferry bond debt service requirements, shall be available for any of the corporate purposes of the Authority including operating costs of other projects, and any debt service requirement of other bonds which are payable from the revenues of the Ferry or from the general assets of the Authority.

1935, ch. 330, sec. 84.

111. In the event that the Authority makes a contract for the construction of the Bridge, and in the event that the State Roads Commission reports to the Authority that sufficient funds are not available from other sources for the building of the approaches to the Bridge and, subject to any agreement with bondholders or with the Federal Emergency Administrator of Public Works or any other Federal Agency with respect to Bridge and/or Ferry bonds, it may borrow such sums as may be necessary, but not in excess of Five Hundred and Twenty Thousand Dollars (\$520,000) out of the total amount the Authority is authorized by this sub-title to borrow, for the building of said approaches. The bonds issued for such purpose shall be known as "Bridge Approach" bonds and shall mature at periods not exceeding fifteen years from the date thereof and such bonds and the interest thereon shall be payable—

Firstly, out of the earnings derived from the operation of the Bridge, over and above those required for operating costs of the Bridge and debt service requirements of "Bridge" and "Ferry" bonds;