

CHAPTER 296.

AN ACT to authorize the Mayor, Aldermen and Common Council of Frederick to issue bonds for the purpose of redeeming the present outstanding bonds of said municipal corporation.

Municipal corporation bonds.

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That the Mayor, Aldermen and Common Council of Frederick be and they are hereby authorized to issue bonds in the name of the said municipal corporation to an amount not exceeding five hundred and forty-eight thousand dollars, the amount of the present outstanding bonds heretofore issued by said municipal corporation. The bonds issued under the provisions of this act shall be issued in sums of not less than one hundred nor more than five thousand dollars each, and each of said bonds shall be payable thirty years after date to bearer, redeemable, however, at the pleasure of the said Mayor, Aldermen and Common Council of Frederick at any time after the expiration of five years from their respective dates, and shall bear interest in the meantime at the rate of five 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 to be issued under the provisions of this act are hereby exempted from municipal taxation; provided, however, that said bonds shall not be sold for less than par or the face value thereof in cash current money.

Interest—five per centum.

Proceeds of sale of bonds—how appli'd

SEC. 2. *And be it enacted,* That the proceeds of the sale of the bonds hereby authorized to be issued shall be applied to the payment and satisfaction of the present bonded indebtedness of said municipal corporation, consisting of bonds known as "Railroad Bonds," amounting to two hundred and fifty thousand dollars; of bonds known as "Bank Bonds," amounting to one hundred and twenty-three thousand dollars; of bonds known as "Market House" bonds, amounting to fifty-five thousand dollars; of bonds known as "Water