

to bear interest from date of issue thereof at a rate not to exceed three and one-half ($3\frac{1}{2}\%$) per cent per annum, payable semi-annually on the first days of January and July, in each and every year during which said bonds shall be outstanding and remain unpaid, to be signed by the President of the Board of County Commissioners of said County, and countersigned by the Clerk thereof, and that the coupons for the interest thereon may be authenticated by the engraved, lithographed or printed signature of the President of said Board of County Commissioners, or the Clerk thereof, and to bear the corporate seal of said Board of County Commissioners for Frederick County affixed thereto, and to be exempt from any and all State, county and municipal taxes. The said bonds shall have written or printed on them a distinct reference to the Act authorizing the issue, and shall be designated as "Frederick County School Bonds of 1937."

SEC. 2. *And be it further enacted*, That the said bonds shall be issued in series to mature at such time or times as said Board of County Commissioners shall determine, but said bonds shall be so issued that all of them shall mature and become payable within fifteen years from the date of issue.

SEC. 3. *And be it further enacted*, That the actual proceeds of the sale of said bonds shall be used exclusively for the following purposes, to wit: (a) for the payment of the cost of engraving or printing of said bonds and for the payment of the cost of advertising authorized by this Act and all other incidental expenses in connection with the issuance of said bonds; (b) The remainder of the proceeds of the sale of said bonds shall be paid over to the Board of Education of Frederick County and shall be used, expended and applied by the said Board for the following purposes and in the following amounts to wit:

(1) The sum of \$250,000.00 or so much thereof as may be necessary for the construction and equipment of a public high school building in Frederick City and for any school site therefor.

(2) The sum of \$30,000.00 or so much thereof as may be necessary for the construction and equipment of a colored elementary school to be located on the land adjacent to Lincoln High School in Frederick City.

(3) All the proceeds of said bond issue remaining after the payment of all costs and expenses incident to the acquisition of a site, erection of buildings and equipment thereof as hereinbefore specified shall be expended by the Board of Education first for emergencies and variations and costs of estimates in the specified improvements herein mentioned and for their