

second series of four bonds of the amount of bonds to be issued by said School Commissioners under this Act, and shall be payable and redeemable as follows: The first series of bonds twenty-five years after date, the second series of bonds thirty years after date; and said bonds shall be advertised and sold to the highest bidder or bidders for cash by the School Commissioners; provided, said bonds shall not be sold for less than their face value.

CHAP. 387
Issued in two
series.

SEC. 7. *And be it enacted*, That for the purpose of redeeming said bonds at their maturity and for securing the prompt payment thereof, the School Commissioners and School Examiner of Anne Arundel county shall, for the year nineteen hundred and two, and annually thereafter, reserve the sum of two hundred and fifty dollars from the money appropriated to their uses by the County Commissioners of Anne Arundel county aforesaid, said two hundred and fifty dollars so annually reserved by the School Commissioners and School Examiner of Anne Arundel county shall be kept by them entirely separate and distinct from the school funds, and shall be accounted for by said examiner in his annual statement to the County Commissioners, and shall be held by said County School Commissioners as a sinking fund for the redemption of said bonds at their maturity, and the said County School Examiner shall, from time to time in each year, deposit in the Annapolis Savings Institution, on interest, for the benefit of said fund, all moneys belonging to said sinking fund, to be used in the purchase of any of said bonds that may be offered for sale and for the redemption thereof at maturity; and upon the purchase of any of such bonds, or the redemption of the same at maturity by the School Examiner, they shall be immediately cancelled by stamping across their face, "Cancelled by the sinking fund," and no portion of said sinking fund so set apart shall ever be diverted to any other purpose than to the purchase and liquidation or redemption of said bonds; and should the said School Examiner, or any other person having charge of said sinking fund, suffer or permit the same, or any part thereof, to be diverted from or applied to any other purpose than the investment thereof for the purchase of said bonds, and the purchase and redemption of the same, then the person or party so offending shall be deemed guilty of a misdemeanor, and on conviction thereof shall be subject to a fine of not less than the amount so misapplied or diverted or to imprisonment in the house of correction for a period of not less than six months nor more than three years, or to both such fine and imprisonment, at the discretion of the Court.

Sum
of money
reserved.

Penalty
for violation.