

CHAP. 74 money paid for said bonds shall be kept as a separate fund to be applied only to acquiring or constructing, establishing and extending said electric light plant, including the necessary buildings, machinery, poles, wires, conduits, lands, rights in lands and rights of way, therefor, and shall be disbursed by the Treasurer only for said purposes.

How money is to be applied

Certain sum appropriated to maintain and operate electric light plant, etc.

SEC. 5. *And be it further enacted,* That twenty-five cents of the general tax provided for by the 18th Section of Chapter 621, approved April 11, 1902, of the Acts of the General Assembly of Maryland of the year 1902, together with any surplus earnings of the electric lighting plant, shall be and the same is hereby appropriated, and shall be applied so far as necessary to the maintenance and operation of said electric lighting plant, to the payment of the interest on said bonds, and to the establishment and maintenance of the sinking fund hereinafter provided for, for the payment of the principal of said bonds at maturity; and it shall be the duty of the Treasurer of said corporation to annually set apart twenty-five fortieths of said general tax as a fund for said purposes.

Interest to be paid by treasurer out of said fund.

SEC. 6. *And be it further enacted,* That after providing out of said fund for the maintenance and operation of said electric light plant, the said Treasurer shall pay the interest upon said bonds as the same shall become due and payable, out of said fund; and out of the surplus thereof, after the payment of said interest, he shall, if such surplus be sufficient, set apart, as a sinking fund, such amount as will be equal to the quotient produced by dividing the aggregate par value of all the bonds issued by the number of years said bonds shall be issued, to run from the date thereof; and if said surplus shall be insufficient in any year for said purpose, then he shall place in the sinking fund the whole of said surplus, and the deficiency shall be made up out of the excess of said surplus in subsequent years. And whenever in any year there shall be, after said payments of interest and contribution to the sinking fund required for such year, and the payment of any existing deficiency aforesaid accruing in any preceding year, a further surplus of said 25/40ths of said general tax, said surplus shall fall into the general fund of other taxes collected under said Section 18 of said Act of 1902, and be used as part thereof; and whenever said sinking fund shall equal the amount of the par value of all said