

in his annual statement to the school 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, deposit in the Annapolis Saving Institution, on interest, for the benefit of said fund, all moneys belonging to said sinking fund or in the purchase of any of said bonds that may be offered for sale and redemption; 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 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.

Deposits in
bank.

SEC. 9. *And be it enacted*, That the examiner shall keep a separate account of the money collected each year by him for and applied to the payment of the interest and deposited to meet the principal of said bonds at maturity, and no part of which shall be chargeable with insolvencies allowed the treasurer on account of failure of assessments or collections.

Separate
account to
be kept.

SEC. 10. *And be it enacted*, That the money arising from the sales of said bonds, as provided in section six of this act, shall be paid to the school examiner of said county, who shall keep in a book for the purpose a registry of the bonds, and the names of the purchasers, and the amounts realized, and the transfers or assignments of the same.

Proceeds to
be paid to
school
examiner.

SEC. 11. *And be it enacted*, That the fund realized from the sale of said bonds shall be applied to the purpose set forth in this act, and shall be paid by the school examiner upon the order of the building committee, from a warrant book especially authorized by said committee, with said warrants numbered consecutively; and the said building committee is hereby authorized and directed to pay to the contractor or contractors, employed by the said building committee in accordance with the terms of their said contract, upon the warrant of said

Proceeds
from sale of
bonds.