

of money which may be borrowed shall not exceed twenty-five thousand (\$25,000.00) dollars and provided further that the rate of interest on the said promissory note shall not exceed six per cent. per annum. The said bonds shall be coupon bonds and designated as "St. Michaels Electric Lighting Bonds" and of the denomination of one hundred (\$100.00) dollars to be signed by the President of the Commissioners of St. Michaels and countersigned by the Town Clerk thereof, attested by the corporate seal of the Town and consecutively numbered from one to two hundred fifty, both inclusive, and shall bear interest at the rate of, not exceeding five per cent. per annum, payable semi-annually on the first day of January and July in each year accounting from July 1st, 1918, and at such place as the Commissioners of St. Michaels shall designate, and said bonds shall have printed on them a distinct reference to this Act authorizing their issue and the ordinance of the Commissioners of St. Michaels, and shall be exempted from all taxation for State, county and municipal purposes, and a statement that the proposition for their issue has been legally approved by the qualified voters of the Town and shall have appropriately denominated on them some designation of words to indicate the purpose for which they are issued.

SEC. 3. *Be it enacted*, That the said bonds to be issued under this Act shall mature in numerical order to the amount of five hundred (\$500.00) dollars, in each and every year, beginning July 1st, 1920, and that the said bonds with interest thereon shall be paid and cancelled by the said Commissioners of St. Michaels to the amount of five hundred (\$500.00) dollars, during each and every year beginning as aforesaid, until the whole of the said bonds shall have been paid, and the date of issue shall be the same on all bonds issued under this Act, which date shall be July 1st, 1918, and the same, or so many thereof as may, from time to time, in the judgment of the Commissioners of St. Michaels be deemed necessary, shall be advertised by the Commissioners of St. Michaels and sold to the highest bidder for cash, provided that the same shall be sold for not less than their par value and accrued interest.

SEC. 4. *Be it enacted*, That for the purpose of redeeming said bonds at maturity and for securing the payment of the interest thereon, the Commissioners of St. Michaels shall apply any surplus which may be received from time to time from the operation of the said electric plant, (a separate account of which shall kept) to the payment of interest aforesaid and the