

on said bonds as it matures, and shall then deposit in some bank or banks in Mt. Airy in its name as a fund to be known as the "Water Supply Sinking Fund Account," if sinking fund bonds are used, or as a fund to be known as the "Water Supply Bond Account," if serial bonds are used, the amount so raised for payment of the principal of said bonds. Should receipts from said taxes or other sources be inadequate to pay the principal on said bonds, by reason of defaults or otherwise, such deficiency shall be added to and collected in the next year's tax, if sinking fund bonds are used, or such deficiency shall be made up by a special tax on all of the property taxed as aforesaid, if serial bonds are used. The Mayor and Council of Mt. Airy is authorized to pay the interest on any bonds that it issues prior to the first tax levying period out of the proceeds of the sale of said bonds, if necessary. In order that the prompt payment of interest and the proper provision for the payment of the principal of said bonds shall be assured, the failure upon the part of any person, persons, body corporate or agent to pay over the said funds as required, or to use said funds, or any part thereof, for any other purpose than for the payment of the principal and interest on said bonds, is hereby declared a misdemeanor and punishable as other misdemeanors are punishable, by Section 16 of this Act.

SEC. 6. *And be it further enacted,* That whenever the plans and specifications for said water supply system for said town shall have been completed, and said Mayor and Council of Mt. Airy shall have decided, after opportunity for a hearing has been given, to proceed with the construction, it shall advertise by notice in such manner as it may deem proper, for bids for the construction of said system, in parts or as a whole, as in its judgment may appear advisable. The contract shall be let to the lowest responsible bidder, or the Mayor and Council of Mt. Airy may reject any or all bids, and, if in its discretion the prices quoted are unreasonable, it may re-advertise the work or any part of it, or may do any part or all of the work by day labor, provided that at any time the Mayor and Council of Mt. Airy may, in its discretion, expend by day labor for construction work an amount not exceeding \$1,000 without advertising or receiving bids. The Mayor and Council of Mt. Airy may purchase the necessary pipe, fire hydrants, valves, specials, tanks, pumps, motors, engines, or such like equipment if, in its discretion, it deems it advisable, and may advertise as aforesaid for bids for the construction of said system in parts, or as a