

Section 402-C. Said commission shall annually organize by electing a chairman, secretary and treasurer. The treasurer shall give bond in the sum of \$10,000 to the Mayor and City Council of Havre de Grace for the faithful performance of his duties as treasurer. The said Commission shall keep books showing accurately the receipts and expenditures of the Commission, as well as minutes of its proceedings, and said Commission shall annually on the first day of February in each year render to the Mayor and City Council a statement of the receipts and expenditures of said Commission, together with a report of its activities for the year, as well as any recommendations for the improvement of the utilities which it operates.

Section 402-D. The said Commission is hereby vested with all of the rights and powers necessary to operate efficiently any utility acquired or owned by the City of Havre de Grace to fix rates for those using said utilities to employ such person or persons as it may deem wise and necessary to properly operate said utilities, make repairs, extensions, improvements and betterments, buy materials and supplies, and in general to do all things necessary to be done by it in order to operate said utilities in a satisfactory and efficient manner; provided that no increase in rates over the initial rates fixed by said Commission may be charged by it, unless the approval of said new and increased schedule of rates is first had and obtained by a majority of the members of the City Council of said city. In case of a tie vote on said proposition, a quorum of the City Council being present, the Mayor may cast the deciding vote on such proposal to fix rates.

Section 402-E. The said Commission may from time to time turn over to the Mayor and City Council such part of the moneys it has received, and which are not needed in the operation of said utilities, and any money so turned over to the Mayor and City Council shall be applied by said Mayor and City Council first to the paying of any bonded debt or interest on same, which the said Mayor and City Council may have made at the time it acquired said utilities, and no money turned over by said Commission shall be expended by the Mayor and City Council of Havre de Grace for any other purpose as long as any debt exists which was incurred in the acquisition of said utilities.

Section 402-F. All contracts and obligations entered into by said Commission, or a majority of them, shall be binding