

disbursements, including a full list of names of all persons who have failed to pay water rents. The Treasurer of Water Revenues shall give bond in the penalty of five thousand dollars for the faithful performance of his duties, and all water revenues shall be kept separate and apart from all other income of the town.

126. The Superintendent shall collect all water rents and revenues due from the use of water, and make monthly payments thereof to the Treasurer of Water Revenues, and shall file monthly with the Treasurer of Water Revenues and with the standing committee on Water an itemized statement, showing all uncollected rents and revenues and the names of the persons from whom they are due; and the said superintendent shall give a bond in the penalty of two thousand dollars for the faithful performance of his duties.

127. The Mayor and Council annually shall cause to be made, at the same time and in the same manner as is set forth in Section 120 of this Article, an audit of the income and disbursements of all water revenues.

128. After repairs, maintenance and running expenses are paid out of the water rents from said waterworks, all surplus revenue from said waterworks accruing from year to year shall constitute a sinking fund, which said Mayor and Council is hereby directed to create and maintain for the payment of interest and for the redemption of all outstanding water bonds when and as the same may be payable and redeemable, and any excess thereof may be expended for any extraordinary expenses in maintaining and improving said waterworks. And, should said water rents or revenues be insufficient to pay the interest on, and a sum sufficient for the redemption of, said bonds as and when the same may be payable and redeemable, then the Mayor and Council of Chestertown is hereby authorized and directed to levy and collect annually a tax upon the taxable property in Chestertown for a sum as will, with the net water rents or revenues from said waterworks, provide for the payment of the principal and interest on said bonds.

129. All bonds provided for in this Act shall be given to the State of Maryland, with surety to be approved by the Mayor and Council of Chestertown, with the condition that the obligor shall well and faithfully execute the duties of the