

to sell the same and to use the proceeds thereof for the purpose of increasing, improving, repairing, extending, establishing, altering, maintaining and operating the water system and supply of said city, and for all other necessary purposes now or hereafter affecting the water supply of the City of Frostburg, and providing generally for the advertisement and sale of said bonds and the redemption of the same at maturity and the payment of the interest thereon.

SECTION 1. *Be it enacted by the General Assembly of Maryland*, That the Mayor and Councilmen of Frostburg be, and they are hereby authorized and empowered to borrow money upon the credit of said municipal corporation, and to issue and sell bonds therefor to an amount not to exceed two hundred thousand dollars (\$200,000.00) in denominations of one hundred dollars (\$100.00) or any multiple thereof. Said bonds shall be forever exempt from State, county and municipal taxes and shall be signed by the Mayor of said municipal corporation and attested by its City Clerk, with its corporate seal thereto attached, and shall bear interest at the rate of not more than five per cent. per annum, payable semi-annually, for which interest proper coupons are to be attached thereto. Said bonds when issued shall have written or printed on them a distinct reference to the Act authorizing the issuance of the same, and shall be designated "Frostburg Water Improvement Bonds of 1931."

SEC. 2. *And be it further enacted*, That said bonds shall be so issued that a series of said issue equal in amount to four per cent of the total amount of said bonds actually issued shall mature and become payable at the end of five years from the date of issuance of said bonds and a like series to an amount equal to four per cent of the total amount of said bonds actually issued shall mature and become payable at the end of each and every year thereafter, until all of said bonds of said issue shall have been redeemed.

SEC. 3. *And be it further enacted*, That the said Mayor and Councilmen of Frostburg shall by ordinance cause advertisement to be made, setting the time and place where bids conditioned as may be required by said ordinance will be opened for the sale of said bonds, reserving unto itself the right to reject any and all bids and the right to readvertise the sale of said bonds. Said bids shall be filed with the City Clerk and at the time and place advertised shall be opened by