

mature in the manner hereinafter set forth with respect to each series. The proceeds of the sale of any of said bonds shall be paid by the purchasers thereof to the City Treasurer of Havre de Grace, who shall first deduct from said proceeds all expenses incident to the sale thereof, including the cost of printing or engraving said bonds, the cost of advertising the same for sale and all proper legal expense incurred. In addition, said City Treasurer shall deduct from said proceeds all amounts paid on account of accrued interest which shall be set apart by him for the account of the first maturing interest coupons on said bonds. The balance of said proceeds, including any premium received therefor, shall be disbursed by said City Treasurer, by or upon the order of the Mayor and City Council of Havre de Grace, for the sole purpose of redeeming and liquidating the bonds or notes authorized to be redeemed and refunded. In the event of an excess of the proceeds from the sale of any of the bonds hereby authorized over the amount or amounts necessary for such refunding operation, such excess shall be held by said City Treasurer for the account of the first principal maturities of such bonds as may be issued pursuant to the authority of this Act, and in the event of a deficiency in said proceeds under the amount or amounts necessary to accomplish any such refunding operation, such deficiency shall be made up out of the general funds of the Mayor and City Council of Havre de Grace.

SEC. 2. *And be it further enacted*, That the several series of refunding bonds hereby authorized shall be issued for the sole and exclusive purpose, as hereinabove provided, of refunding the following outstanding bonds and notes of the Mayor and City Council of Havre de Grace:

(a) The bonds of Series B hereby authorized, in the aggregate par amount of One hundred thousand dollars (\$100,000.00) shall be issued solely and exclusively for the purpose of refunding One hundred thousand dollars (\$100,000.00) aggregate par amount of the Series B issue of 3 $\frac{1}{4}$ % Havre de Grace Refunding Bonds of 1936, dated July 1, 1936, redeemable on any interest payment date after July 1, 1936. The bonds of Series B hereby authorized shall be issued in denominations of One thousand dollars (\$1,000.00) each and shall be numbered consecutively from No. 1 to No. 100, both numbers inclusive, and shall mature and be payable not later than twenty (20) years from their date of issue, and may be made subject to prior redemption by the Mayor and City Council of Havre de Grace upon any interest payment date at or after the end of such number of years from their date of issue and after such notice published in such manner as the