

CHAPTER 332

(Senate Bill 401)

AN ACT to authorize the Burgess and Commissioners of Woodsboro in Frederick County to borrow not exceeding \$100,000.00 on the faith and credit of said town and to issue bonds therefor for the purpose of constructing and installing a water supply system for said town and providing for a referendum thereon.

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That the Burgess and Commissioners of Woodsboro be and it is hereby authorized to borrow on the faith and credit of said town an amount not to exceed One Hundred Thousand Dollars (\$100,000.00) and from time to time to issue and sell serial coupon bonds therefor, said bonds to be signed by the Burgess and countersigned by the Commissioners and with the seal of said town affixed thereto. The entire proceeds of such bonds, after payment of costs of engraving and all other incidental expenses connected with the issuance of such bonds, shall be used for the purpose of constructing and installing a water supply system for said town.

SEC. 2. *And be it further enacted,* That said bonds if issued shall be issued in such denominations as shall be determined by the said Burgess and Commissioners, and shall bear interest at a rate to be determined by said Burgess and Commissioners, not in excess of four per cent. (4%) per annum. The issue of said bonds must comply strictly with the provisions of Sections 35 and 36 of Article 31 of the Annotated Code of Maryland (1939 Edition); said bonds shall be exempt from all State, county and municipal taxation, and shall have printed on them a distinct reference to the Act authorizing their issuance.

SEC. 3. *And be it further enacted,* That the Burgess and Commissioners of Woodsboro, in the event any of said bonds are issued, be and it is hereby authorized and directed to levy each year so long as said bonds are outstanding and not paid a tax sufficient to redeem the same at their maturity and to pay the interest thereon, the pro-

EXPLANATION: *Italics indicate new matter added to existing law.*

[Brackets] indicate matter stricken from existing law.

CAPITALS indicate amendments to bill.

~~Strike out~~ indicates matter stricken out of bill.