

SEC. 2. *And be it further enacted*, That when the said Mayor and Council of Chestertown determine to proceed as authorized in Section 1 of this Act, they shall advertise their decision in not less than two issues in any newspaper having a general circulation in the Town of Chestertown, stating in said advertisement the approximate cost and the water system facilities involved, and further stating that a hearing will be held by the said Mayor and Council of Chestertown at which all interested parties will be heard. The Mayor and Town Council shall be prepared to exhibit at such hearing a plan indicating the facilities involved and the cost thereof. If, after such hearing, the Mayor and Council of Chestertown determine that the public health and welfare requires them to proceed, they shall thereupon proceed with such acquisition, construction, design and establishment of additional facilities for and repair and improvement to the present facilities of the water system, either by contract publicly advertised or by their own force, or under their own supervision.

SEC. 3. *And be it further enacted*, That for the purpose of providing funds for the acquisition, construction, design and establishment of additional facilities for and improvement and repair of the present facilities of the water system in the Town of Chestertown, either within or outside the corporate limits of the Town of Chestertown, and all other expenses incidental thereto, the Mayor and Council of Chestertown are hereby authorized and empowered to borrow at one time or from time to time a sum or sums of money not exceeding in the aggregate One Hundred Thousand Dollars (\$100,000.00) upon the full faith and credit of the Town of Chestertown and to issue and sell serial bonds therefor, which said bonds shall be known as "Chestertown Water System Bonds".

SEC. 4. *And be it further enacted*, That the said bonds to be issued at one time or from time to time under this Act shall be either registered or coupon bonds issued in denominations of One Thousand Dollars (\$1,000.00) each and at such rate or rates of interest, not to exceed five per centum (5%) per annum, as shall be determined by the Mayor and Council of Chestertown, payable semi-annually; that the bonds shall be serial type bonds and shall mature in not exceeding twenty (20) years from the date of issue and shall be forever exempt from state, county, and municipal taxation. Said bonds shall be signed by the Mayor of Chestertown and the seal of the Town shall be impressed thereon, attested by the Clerk of Chestertown and if coupon bonds, the coupons thereon shall be