

CHAPTER 686

(House Bill 727)

AN ACT to authorize the issuance of bonds of the Washington Suburban Sanitary District in a sum not exceeding \$2,000,000, for constructing storm water or surface drainage systems in the Washington Suburban Sanitary District, to provide for the payment of such bonds and the interest thereon by the levy of an ad valorem tax, and specifying that said Sanitary District is not included in the term "Municipal Corporation" in Article 11E of the Constitution.

SECTION 1. *Be it enacted by the General Assembly of Maryland, That for the purpose of carrying out the provisions of Chapter 526 of the Acts of the General Assembly of Maryland of 1943, as amended by Chapter 917 of the Acts of the General Assembly of 1945, and Chapter 732 of the Acts of 1947, the Washington Suburban Sanitary Commission is empowered from time to time to issue under its hand and seal bonds of the Washington Suburban Sanitary District in an amount not to exceed Two Million Dollars (\$2,000,000) in such denominations and for such terms, not exceeding forty years (notwithstanding any general or local law designating a shorter period), and at such rate, not exceeding five per cent (5%) per annum, as it may determine; which bonds shall be in addition to any bonds authorized under the provisions of any Act of the General Assembly of Maryland authorizing the issuance of bonds by the Commission for storm drainage construction. That for the purpose of paying the principal of said bonds as they mature and the interest thereon, the County Commissioners of Prince George's County and the County Council of Montgomery County are directed to levy annually upon all of the property assessed for county tax purposes within the said Sanitary District, upon the certification of the Washington Suburban Sanitary Commission an ad valorem tax at a rate necessary to produce annually the sum required to pay the principal and interest for the current year on said bonds or any part thereof outstanding, which tax shall be levied and collected as other Commission ad valorem taxes are levied and collected and paid to said Commission. In the event the first or second maturing interest payment on said bonds becomes due before the levy and collection of the taxes so authorized herein, the Commission may advance the interest due at said first or second interest paying period out of the proceeds of the sale of said bonds. Said bonds shall be forever exempt from taxation by the State of Maryland and by the Counties and municipalities in said State. THE PROCEEDS OF ANY BONDS ISSUED UNDER THE AUTHORITY OF THIS ACT SHALL BE EXPENDED AS FOLLOWS: ~~AT LEAST SIXTY PER CENTUM (60%) THEREOF SHALL BE EXPENDED WITHIN THE LIMITS OF MONTGOMERY COUNTY AND NOT MORE THAN FORTY PER CENTUM (40%) THEREOF SHALL BE EXPENDED WITHIN THE LIMITS OF PRINCE GEORGE'S COUNTY.~~*

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.