

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That Section 31 of Article 31 of the Annotated Code of Maryland (1951 Edition), title "Debt—Public", sub-title "Public Securities", sub-heading "Negotiability of Public Indebtedness", be and the same is hereby repealed and re-enacted with amendments to read as follows:

Negotiability of Public Indebtedness.

31. In all cases where this State or any county, municipal or public corporation or other political sub-division thereof, or where any instrumentality or agency of said State or of any county, municipal or public corporation or other political sub-division thereof, shall have issued and sold or may hereafter issue and sell, pursuant to proper authority duly granted, securities which, by such authority or by the resolution or ordinance providing for the same, *are issued subject to a separate indenture or agreement* or are limited, as to the payment of the principal and interest thereof, to the proceeds of the collection of special assessments, tolls, rents, special taxes, or other limited sources of revenue, or where such principal and interest are, by such authority, resolution or ordinance, made payable only from special fund established for that purpose, or where such issuer is limited by law in the amount or rate of taxation which may be levied or imposed for the purpose of paying such principal and interest, *or where provision is made for the registration of any such securities as to both principal and interest*, then, notwithstanding *the provisions* [that the promise to pay contained in any such securities shall be deemed to be conditional within the meaning of Section 21] of Article 13 of [the] *this* Code, [of Public General Laws of Maryland,] such securities shall nevertheless pass as negotiable instruments and shall possess all the attributes thereof, but no more, as are possessed by securities which any such issuer could or might be authorized to issue on its full faith and credit, *payable to bearer*, secured as to payment of principal and interest by its unlimited taxing power, provided always that the securities herein referred to shall comply in all other respects with the provisions of the negotiable instruments law as the same appears in said Article 13.

SEC. 2. *And be it further enacted,* That Section 32 of Article 31 of the Annotated Code of Maryland (1951 Edition), title "Debt—Public", sub-title "Public Securities", sub-heading "Conditions Upon Sale of Public Securities" be and the same is hereby repealed and re-enacted with amendments, to read as follows:

Conditions Upon Sale of Public Securities.

32. The following terms, wherever used or referred to in this sub-title, shall have the following meanings unless a different meaning clearly appears from the context:

(a) The term "public body" shall mean any county, [municipal or] public corporation or other political subdivision of this State or any instrumentality or agency of this State or of any county, [municipal or] public corporation or other political sub-division thereof, except that said term shall not be construed to include this State, the Mayor and City Council of Baltimore, *any municipal corporation subject to the provisions of Article 11-E of the Constitution of this State* or any Housing Authority formed pursuant to the provisions of Article 44A of the Code of Public General Laws of Maryland.

(b) The term "bonds" shall mean bonds, interim certificates, rev-