

sion of sewerage facilities and to enter into agreements with such agency respecting such loans and grants. The governing body of the municipality in determining such cost may include all costs and estimated costs of the issuance of said bonds, all planning, engineering, inspection, fiscal and legal expenses, and interest which it is estimated will accrue during the construction period and for six months thereafter on money borrowed or which it is estimated will be borrowed pursuant to this Act.

405D (Authorization Bond Provisions) The planning, construction, acquisition, reconstruction, improvement, betterment or extension of any sewerage facilities may be authorized under this Act and bonds may be authorized to be issued under this Act to provide funds for such purpose or purposes by resolution or resolutions of the governing body which may be adopted at the same meeting at which they are introduced by a majority of all the members thereof then in office and shall take effect immediately upon adoption. Said bonds shall bear interest at such rate or rates not exceeding five SIX per centum per annum, payable semi-annually, may be in one or more series, may bear such date or dates, may mature at such time or times not exceeding forty years from their respective dates, may be payable in such medium of payment, at such place or places, may carry such registration privileges, may be subject to such terms of redemption, may be executed in such manner, may contain such terms, covenants and conditions, and may be in such form, either coupon or registered, as such resolution or subsequent resolutions may provide. Said bonds shall be sold at public sale, after advertisement, at not less than par. Provided, however, that said bonds may be sold at private sale to the United States of America or to any agency, instrumentality or corporation thereof, at a price or prices not less than par. Pending the preparation of the definitive bonds, interim receipts or certificates in such form and with such provisions as the governing body may determine may be issued to the purchaser or purchasers of bonds sold pursuant to this Act. Said bonds and interim receipts or certificates shall be fully negotiable within the meaning of and for all the purposes of the Negotiable Instruments Law of the State. These bonds, notes, or other instruments issued under this Act shall be forever exempt from State, County or municipal taxation.

405E (Covenants in Resolution Authorizing Issuance of Bonds) Any resolution or resolutions authorizing the issuance of Bonds under this Act may contain covenants as to (a) the purpose or purposes to which the proceeds of sale of said bonds may be applied and the use and disposition thereof; (b) the use and disposition of the revenue of the sewerage facilities for which said bonds are to be issued, including the creation and maintenance of reserves; (c) the transfer from the general funds of the municipality to the account or accounts of the sewerage facilities an amount equal to the cost of furnishing such municipality or any of its departments, boards or agencies with the services, facilities and commodities of sewerage facilities; (d) the issuance of other or additional bonds payable from the revenue of sewerage facilities; (e) the operation and maintenance of such sewerage facilities; (f) the insurance to be carried thereon and the use and disposition of insurance moneys; (g) books of account and the inspection and audit thereof; and (h) the terms and conditions upon which the holders of said bonds or