

suant to said resolution shall recite in substance that said bond, including interest thereon, is payable from the revenue pledged to the payment thereof, and that said bond does not constitute a debt to the municipality within the meaning of any constitutional or statutory limitation; (b) In the absence of language in the resolution authorizing the issuance of bonds hereunder as provided in Section 405E as aforesaid, or in the absence of reciting the limitations of liability to special revenue as provided in the foregoing subsection 405H(a), then the general credit of the municipality shall be deemed secondarily liable for the payment of any bonds so issued hereunder.

*405I (Undertakings to be Self-Supporting)* The governing body of a municipality issuing bonds pursuant to this Act shall prescribe and collect reasonable rates, fees, benefit assessments, or charges for the services, facilities and commodities of sewerage facilities, and shall revise such rates, fees or charges from time to time whenever necessary so that such facilities shall be and always remain self-supporting. The rates, fees or charges prescribed shall be such as will produce revenue at least sufficient (a) to pay when due all bonds and interest thereon, for the payment of which such revenue is or shall have been pledged, charged or otherwise encumbered, including reserves therefor, and (b) to provide for all expenses of operation and maintenance of such sewerage facilities, including reserves therefor.

*405J (Use of Revenue from Sewerage Facilities)* That any municipality issuing bonds pursuant to this Act for the planning, acquisition, purchase, construction, reconstruction, improvement, betterment or extension of any sewerage facilities shall have the right to appropriate, apply or expend the revenue of such facilities for the following purposes: (a) to pay when due all bonds and interest thereon, for the payment of which such revenue is or shall have been pledged, charged, or otherwise encumbered, including reserves therefor, (b) to provide for all expenses of operation and maintenance of such facilities, including reserves therefor, (c) to pay and discharge notes, bonds or other obligations and interest thereon, not issued under this Act for the payment of which the revenue of such facilities is or shall have been pledged, charged or encumbered, (d) to pay and discharge notes, bonds, or other obligations and interest thereon, which do not constitute a lien, charge or encumbrance on the revenue of such facilities, which shall have been issued for the purpose of financing the planning, acquisition, purchase, construction, reconstruction, improvement, betterment, or extension of such facilities, and (e) to provide a reserve for betterments to such facilities. Unless and until adequate provision has been made for the foregoing purposes, no municipality shall have the right to transfer the revenue of such sewerage facilities to its general funds.

*405K (Refunding of Bonds)* Municipalities are hereby authorized to issue refunding revenue bonds to refund, pay or discharge all or any part of its outstanding revenue bonds, issued to finance the acquisition or construction of sewerage facilities, or any part of such facilities, including interest thereon, if any, in arrears or about to become due. The relevant provisions in this Act pertaining to revenue bonds shall be equally applicable in the authorization and