

for sale and issue such bonds, from time to time, as its necessity requires. Said bonds shall be executed and issued under the same provisions, limitations and restrictions, applicable to the bonds heretofore issued by said Commission under the provisions of said Chapter 122, as amended, except that the said bonds shall not be subject to the limitation in said Chapter 122, as amended, on the amount of bonds that may be issued and shall not be included in computing the amount of bonds that may be issued under said Chapter 122, as amended, and said bonds shall be forever exempt from taxation by the State of Maryland and by the counties and municipalities in said State. The said bonds shall be guaranteed, as to the payment of principal and interest, by the County Council and by the County Commissioners, of both Montgomery and Prince George's Counties, which guarantee shall be in the form and under the provisions of Section 5 of said Chapter 122, or any amendment thereof or any section enacted in lieu thereof. The Commission may, however, at its option, waive the guarantee of the counties herein prescribed.

SEC. 2. *And be it further enacted*, That the proceeds of said bonds shall be used for the purpose of enlarging, increasing and augmenting the water supply of the area served by said Commission, including the construction or enlargement of any impounding reservoir, filter plant, filtered water storage structure, or pumping station, and all the necessary pipe lines and accessories appurtenant thereto, and the construction of major supply lines and reinforcing mains.

SEC. 3. *And be it further enacted*, That for the purpose of retiring bonds authorized to be issued by this Act, and payment of the interest thereon, there shall be levied against all of the assessable property within the Sanitary District, by the County Council and by the County Commissioners of Montgomery and Prince George's Counties, annually, so long as said bonds are outstanding and not paid, a tax sufficient to meet the interest on said bonds, and to pay the principal thereof as the said principal and interest mature or become due; said tax shall be determined, levied, collected, and paid over to said Commission in the manner provided by Section 6 of said Chapter 122, or any amendment thereof, and all of the provisions of said Section 6 shall apply to the bonds issued hereunder.

SEC. 4. *And be it further enacted*, That said Commission shall annually determine the amount necessary to meet the principal and interest requirements of said bonds, and shall annually fix the water service charge of said District at such a sum as to produce, in addition to the costs of said service, and the requirements of any other bonds issued and outstanding, the annual requirements of which are to be paid out of said water service, the amount determined as necessary to pay the annual requirements of the bonds hereby authorized. The sum so collected annually from water service charges shall be deducted from the amount which the Commission has determined to be necessary to be raised by direct taxation upon certification to the County Council and to the County Commissioners of said counties.

SEC. 5. *And be it further enacted*, That any guarantee of any water supply bonds heretofore made by the County Council of Montgomery County and the County Commissioners of Prince George's County be and the same is hereby ratified and confirmed.