

an amount equal to five per centum (5%) of the entire cost of the project or work in that redevelopment area. The issue of the bonds or certificates of indebtedness authorized by this Act and the payment of the proceeds thereof for the purposes of this Act are contingent upon the provision of an equal and matching sum, which may not exceed an amount equal to five per centum (5%) of the entire cost of the project or work in that redevelopment area, by the political subdivision in which the project or redevelopment area is located.

THE STATE OF MARYLAND SHALL NOT LEND FOR ANY ONE PROJECT WITH FUNDS SECURED FROM THE CERTIFICATES OF INDEBTEDNESS ISSUED UNDER THIS ACT, A SUM OF MONEY WHICH EXCEEDS AN AMOUNT EQUAL TO FIVE PER CENTUM (5%) OF THE TOTAL COST OF THE PROJECT AS APPROVED BY THE AREA REDEVELOPMENT ADMINISTRATION FOR LOAN PURPOSES UNDER THEIR PROGRAM. NO LOAN MADE HEREUNDER SHALL BE MADE AT A RATE OF INTEREST GREATER THAN FOUR PER CENTUM (4%). THE ISSUE OF THE BONDS OR CERTIFICATES OF INDEBTEDNESS AUTHORIZED BY THIS ACT AND THE LENDING OF THE PROCEEDS THEREOF FOR THE PURPOSE OF THIS ACT ARE CONTINGENT UPON THE PROVISION OF AT LEAST AN EQUAL AND MATCHING SUM, BY THE POLITICAL SUBDIVISION IN WHICH THE PROJECT OR REDEVELOPMENT AREA IS LOCATED. The Board of Public Works shall not pass a resolution providing for the issue of any part or all of the bonds or certificates of indebtedness authorized by this Act, and the Board of Public Works shall not approve the expenditure of any part or all of the proceeds of these bonds or certificates of indebtedness, unless and until the Board receives assurances satisfactory to it that this equal and matching sum for the project or work in the redevelopment area is being or will be provided. The equal and matching sum may be provided by the political subdivision in which the project or redevelopment area is located; or it may be provided by any combination of public and private contributions by or on behalf of the political subdivision.

Every project and all work in any redevelopment area, with involving the use and expenditure of funds derived from the bonds or certificates of indebtedness authorized by this Act, are subject to prior approval by the Economic Development Commission of this State and by the Federal Area Development Administrator in the Department of Commerce.

THE USE AND EXPENDITURE OF FUNDS DERIVED FROM THE BONDS OR CERTIFICATES OF INDEBTEDNESS AUTHORIZED BY THIS ACT, ARE SUBJECT TO AND DEPENDENT UPON PRIOR APPROVAL OF THE PROJECT INVOLVED BY THE DEPARTMENT OF ECONOMIC DEVELOPMENT OF THIS STATE AND BY THE FEDERAL AREA DEVELOPMENT ADMINISTRATOR IN THE DEPARTMENT OF COMMERCE, AS PROVIDED IN PUBLIC LAW 87-27.

SEC. 6. AND BE IT FURTHER ENACTED, THAT IN ORDER TO SATISFY THE INTENT OF SECTION 6 (B) (9) (B) OF PUBLIC LAW 87-27, THE FUNDS LOANED UNDER THIS ACT SHALL BE REPAYABLE ONLY AFTER THE FEDERAL FINANCIAL ASSISTANCE EXTENDED HAS BEEN REPAID IN