

(1) *The Mayor and City Council of Baltimore shall convey by lawful instrument all land and improvements comprising Friendship International Airport to the Maryland Airport Authority.*

(2) *All outstanding bonds in the amount of Three Million Seven Hundred Thousand Dollars (\$3,700,000) resulting from the Seventh Bond Issue, known as the Seventh Airport Serial Loan Issue by the City of Baltimore in connection with the past development and operations of Friendship International Airport, AND ALL INTEREST PAYABLE IN CONNECTION WITH THESE BONDS shall be paid by the City of Baltimore and reimbursed by the Authority on an annual basis.*

(3) *The City of Baltimore shall complete the current capital improvements programs in progress by utilizing authorized unexpended State and Federal grants together with agreed matching funds of*

(3) UNTIL THE DATE OF TRANSFER HEREINBEFORE MENTIONED, THE CITY OF BALTIMORE SHALL CONTINUE THE CURRENT CAPITAL IMPROVEMENTS PROGRAMS IN PROGRESS BY UTILIZING AUTHORIZED UNEXPENDED STATE AND FEDERAL GRANTS TOGETHER WITH FUNDS OF the City of Baltimore. It is understood that these improvements programs are those financed or to be financed by the City of Baltimore Airport Serial Loans identified as Airport Serial Loans Seven and Eight. It is further understood that the City of Baltimore will not issue the Eighth Airport Serial Loan in the amount of Four Million Dollars (\$4,000,000). The Authority shall reimburse the City of Baltimore for the aforementioned expenditures under this section, upon completion of construction, in an amount not to exceed a maximum of Four Million Dollars (\$4,000,000). IN AN AMOUNT NOT TO EXCEED A MAXIMUM OF FOUR MILLION DOLLARS (\$4,000,000.). IT IS THE INTENT OF THE STATE TO MAKE THE CITY WHOLE FOR CAPITAL IMPROVEMENTS.

(4) *The current operating revenue of Friendship International Airport from January 1, 1968, to the date of transfer hereinbefore mentioned shall remain in the Airport Account which is understood to be designated as General Fund Account AA-81-850, and be transferred to the Authority by the City of Baltimore, JULY 1, 1968, SHALL REMAIN IN AN AIRPORT ACCOUNT, WHICH WILL BE DESIGNATED AS A SPECIAL AIRPORT FUND ACCOUNT, FROM WHICH OPERATING EXPENSES WILL BE PAID AND THE BALANCE TURNED OVER TO THE AUTHORITY UPON TRANSFER OF THE AIRPORT BY THE CITY TO THE AUTHORITY AS PROVIDED IN THIS SECTION.*

(b) *The purchase price of twenty-two million dollars (\$22,000,000) shall be paid to the City of Baltimore in five (5) equal payments. The first payment shall become due on the date of transfer of the deed to Friendship International Airport from the Mayor and City Council of Baltimore to the Authority, and thereafter payment shall be made in four (4) annual payments. SHALL BE PAID TO THE CITY OF BALTIMORE IN FOUR (4) EQUAL PAYMENTS. THE FIRST PAYMENT IN THE AMOUNT OF FIVE MILLION FIVE HUNDRED THOUSAND DOLLARS (\$5,500,000.) SHALL BECOME DUE ON THE DATE OF TRANSFER OF DEED TO FRIENDSHIP INTERNATIONAL AIRPORT FROM THE MAYOR AND CITY COUNCIL OF BALTIMORE TO THE AUTHORITY,*