

thority without the prior consent of the Board of Public Works of the State of Maryland.

**§7. PURCHASE OF FRIENDSHIP INTERNATIONAL AIRPORT.**

(A) THE AUTHORITY SHALL PURCHASE, AND THE MAYOR AND CITY COUNCIL OF BALTIMORE SHALL SELL TO THE AUTHORITY FOR THE SUM OF TWENTY-TWO MILLION DOLLARS, ANY AND ALL OF THE RIGHT, TITLE AND INTEREST WHICH THE MAYOR AND CITY COUNCIL OF BALTIMORE HAS IN THE AIRPORT FACILITIES KNOWN AS FRIENDSHIP INTERNATIONAL AIRPORT UPON THE FOLLOWING TERMS AND CONDITIONS:

(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) 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, 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 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.