

(1) There shall first be determined and allocated to each county which applies for financial assistance under this Act or to the City of Baltimore if said city applies for financial assistance under this Act an amount equal to ninety per cent (90%) of the total funds distributed to said county or to said city, as the case may be, under applicable provisions of State law relating to the income tax, the tax on racing, the recordation tax, the tax on amusements, the license tax and the ~~incentive fund for school buildings~~ SCHOOL BUILDING CONSTRUCTION AID PROGRAM.

(2) There shall next be determined the total amount of State debt which could be serviced at prevailing debt service cost by the amount allocable to each of the counties and to the City of Baltimore, as more specifically provided in the last preceding sentence of this subparagraph.

(3) The amount of total State debt allocable to each of the counties and to the City of Baltimore, as provided in the last preceding sentence of this subparagraph, shall be the limit of participation for each of the counties applying for financial assistance under the terms of this Act and for the City of Baltimore if said city applies for financial assistance under the terms of this Act.

(4) The calculations more particularly outlined in this subparagraph shall be made as of the date when the application for financial assistance made by any of the counties or made by the City of Baltimore has been received by the State Board of Education.

(d) Each of the counties and the City of Baltimore whose request for financial assistance has been allowed, as provided in subparagraph (b) of this subsection (but as limited by subparagraph (c) of this subsection), shall execute and acknowledge in a manner according to law an agreement which shall specify that: (1) the amount of financial assistance allowed, as provided herein, together with interest and carrying charges shall be deducted by the comptroller of the treasury from funds due said counties and city under applicable provisions of state law relating to the income tax, the tax on racing, the recordation tax, the tax on amusements, the license tax and the ~~incentive fund for school buildings~~ SCHOOL BUILDING CONSTRUCTION AID PROGRAM and shall be so deducted within fourteen (14) years from the date of the issuance of the certificates; and (2) such other terms and conditions as may be required by regulation of the State Board of Education, and approved by the Board of Public Works.

(e) The agreement described in subparagraph (d) of this subsection shall be signed on behalf of the State of Maryland by the State Board of Education, and shall be approved by the Board of Public Works.

(f) The governing body of each of the counties in this State and the Mayor and City Council of Baltimore are hereby authorized and empowered to enter into any and all contracts or agreements required under the terms of this Act, or which may be required by regulations duly promulgated by the State Department of Education or the Board of Public Works pursuant to the provisions of this Act, any other provisions of public general law or of public local law to the contrary notwithstanding.