

of proposed project or projects to be furnished and the proposed boundaries of the area within which a project or projects is requested.

(b) As soon as possible after the receipt of a duly authorized request from a municipality or person, the Service shall draft a proposed contract with the municipality or person in accordance with the provisions of this Article specifying the type of project to be provided, the boundaries of a service district, the effective date the service district will come into existence, and the terms, CONDITIONS, AND COSTS under which the project would be provided. Upon execution of the contract, the Service shall as soon as possible establish a service district and provide, maintain, and operate the necessary project or projects.

(c) If a requested project is included in the approved county water and sewerage plan adopted in compliance with Article 42, Section 287C of the Annotated Code of Maryland, the project shall be eligible for Federal and State grants, and the cost levied against the service district shall be reduced by the full amount of Federal and State grants received by the Service for this purpose. If the requested project is not included in the county water and sewerage plan, the project shall be ineligible for Federal and State grants, and the full cost shall be the cost levied by Service against the service district.

(C) THE COST LEVIED AGAINST A SERVICE DISTRICT SHALL BE REDUCED BY THE FULL AMOUNT OF FEDERAL AND STATE GRANTS WHICH THE SERVICE RECEIVES AND IS ENTITLED TO RETAIN TO DEFRAY THE COST OF ANY PROJECT WITHIN THE SERVICE DISTRICT.

(d) Existing facilities providing service of the type requested, including all rights, easements, laboratory facilities, vehicles, records, and all other property, equipment, and furnishings necessary and normally associated with the operation of the facility, shall be transferred to the sole ownership of the Service on the effective date THAT THE SERVICE DISTRICT COMES INTO EXISTENCE. on terms and conditions satisfactory to the Service and the municipality or person transferring the facility. COMPENSATION FOR EXISTING PROJECTS MAY BE BASED ON THE ORIGINAL COST OF THE PROJECT MINUS AN ALLOWANCE FOR DEPRECIATION, OR ON OTHER TERMS AND CONDITIONS SATISFACTORY TO THE MUNICIPALITY OR PERSON TRANSFERRING THE PROJECT. All costs and obligations assumed by the Service incidental to the transfer of ownership shall be included in the charges levied against the service district.

(e) At the request of any person or municipality having the responsibility for the collection of liquid waste or solid waste, the Service may enter into a contract to provide management and operation of waste collection services in any service district as an adjunct to the mandatory provision of projects as set forth in subsections (a) through (d) of this section, if (1) as a condition to the provision of management and operation of waste collection services, the municipality or person enters into a contract upon terms the Service determines reasonable; and (2) the Service and the municipality or person requesting collection services determines by agreement from time to time the charges including the amount and frequency of payments to the Service.