

made hereunder shall be made at a rate of interest greater than four per centum (4%.)] Any loan made hereunder on or after June 1, 1971, shall bear interest at an annual rate which equals the net interest cost to the State of the sale of its bonds under the authority of this Act for the purpose of funding such loan hereunder. If the State has exercised its borrowing power under this Act pursuant to the provisions of Section 2B of Article 31 of the Annotated Code of Maryland (1957 Edition, 1967 Replacement Volume as from time to time amended or replaced), the net interest cost of the entire State and local facilities loan of which such exercise of borrowing power under this Act is a part shall be the annual rate of interest at which loans may be made hereunder with the net proceeds thereof. 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 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.

SEC. 2. *And be it further enacted, That this Act shall take effect June 1, 1971.*

Approved May 6, 1971.

CHAPTER 382

(Senate Bill 611)

AN ACT to repeal and re-enact, with amendments, Section 288 (g) of Article 81 of the Annotated Code of Maryland (1969 Replacement Volume), title "Revenue and Taxes," subtitle "Income Tax," providing for the allowance of the personal property tax credit on the income tax return for the taxable year of actual payment rather than on the income tax return for the taxable year in which the personal property tax was due and payable.

SECTION 1. *Be it enacted by the General Assembly of Maryland, That Section 288 (g) of Article 81 of the Annotated Code of Maryland (1969 Replacement Volume), title "Revenue and Taxes," subtitle "Income Tax," be and it is hereby repealed and re-enacted, with amendments, to read as follows:*

288.

(g) There shall be credited against the income taxes imposed by subsections (a) and (b) of this section, the personal property taxes