

Comptroller out of the proceeds of the sale of said bonds for the payment of the expense of engraving, printing and other outlays connected with the issue of the loan hereby authorized, and for the payment of the advertising directed by this Act, and all other incidental expenses connected with the execution of its provisions in connection with said loan.

SECTION 5. AND BE IT FURTHER ENACTED, That the actual cash proceeds of the sale of the bonds to be issued under this Act shall be paid to the Treasurer of the State upon the warrant of the Comptroller and such proceeds shall be used exclusively for the following purposes, to wit:

(a) The Comptroller, immediately upon the sale of and payment for said bonds, first, shall return to and credit the Treasury for a sum equivalent to the amount expended under Section 4 of this Act.

(b) The remainder of the proceeds of such loan shall be credited on the books of the State Comptroller, to be [[used]] expended as needed by the State, upon approval by the Board of Public Works, exclusively to provide grants to assist the Maryland Environmental Service in research, investigation, studies, planning, design and construction necessary for the implementation and [[establishment]] establishment of a Statewide Resource and Energy Recovery Program to include, but not be limited to, construction or resource and energy recovery projects, facilities, and systems for the collection, transportation, reduction, separation, reclamation, recycling, processing and reprocessing of solid wastes and for the distribution of resources, sources of energy, or products recovered therefrom for the benefit of the citizens of the State, subject to the following conditions and limitations:

(1) The full amount of the State grant for any one project facility or system shall not exceed twenty percent (20%) of the cost of such project, facility or system.

(2) The cost of the project, facility or system eligible for a grant under this Act shall include, but not be limited to, the cost of reports, surveys, plans, specifications, legal, engineering and other professional fees, identifiable administrative costs, printing and reproduction costs, audit, equipment costs, financing costs, insurance, construction, land, easements, and rights-of-way. In addition, costs shall include one year's debt service reserve fund requirement for any bonds issued by the Maryland Environmental Service for the project, facility or system. For