

Authority may create separate sinking or other similar funds in respect of such subordinate lien bonds.

(a) The Authority is hereby authorized to provide for the issuance of its bonds for the purpose of refunding any bonds of the Authority then outstanding, including the payment of any redemption premium thereon and any interest accrued or to accrue to the earliest OR ANY subsequent date of redemption, purchase or maturity of such bonds, and, if deemed advisable by the Authority, for the additional purpose of paying all or any part of the cost of constructing and acquiring additions, improvements, extensions, or enlargements of a project or any portion thereof. REFUNDING BONDS MAY BE ISSUED IN THE DISCRETION OF THE AUTHORITY FOR ANY CORPORATE PURPOSE INCLUDING, WITHOUT LIMITATION, THE PUBLIC PURPOSES OF REALIZING SAVINGS IN THE EFFECTIVE COSTS OF DEBT SERVICE, DIRECTLY OR THROUGH A DEBT RESTRUCTURING, OR ALLEVIATING AN IMPENDING OR ACTUAL DEFAULT. REFUNDING BONDS (IN ONE OR MORE SERIES) MAY BE ISSUED IN AN AMOUNT IN EXCESS OF THAT OF THE BONDS TO BE REFUNDED. WITHOUT LIMITING THE EXTENT OR NATURE OF ANY SOURCES OF PAYMENT PROVIDED BY THE AUTHORITY, REFUNDING BONDS MAY BE MADE PAYABLE FROM ESCROWED BOND PROCEEDS AND FROM INTEREST, INCOME AND PROFITS, IF ANY, ON INVESTMENTS. SUCH SOURCES MAY BE SO APPLIED IN ADDITION TO OTHER LAWFUL USES AND SHALL CONSTITUTE REVENUES OF A PROJECT UNDER THIS ARTICLE.

18.

(d) The portion of the proceeds of any such bonds issued for the additional purpose of paying all or any part of the cost of constructing and acquiring additions, improvements, extensions or enlargements of a project may be invested and reinvested in obligations of or guaranteed by the United States of America, or in certificates of deposit or time deposits secured by obligations of or guaranteed by the United States of America, maturing not later than the time or times when such proceeds will be needed for the purpose of paying all or any part of such cost. The interest, income and profits, if any, earned or realized on such investment may be applied to the payment of all or any part of such cost or may be used by the [corporation] AUTHORITY in any lawful manner.

19.

Bonds issued by the Authority under the provisions of this article are hereby made securities in which all public officers and public bodies of the State of Maryland and its political subdivisions, all insurance companies, State banks and trust companies, national banking associations, savings banks, savings and loan associations, investment companies, executors, administrators, trustees and other fiduciaries may properly and legally invest funds, including capital in their control or belonging to them. Such bonds are