

BY repealing and reenacting, with amendments,

Article - Financial Institutions  
 Section 13-101(k), 13-104, 13-131(c), 13-140, 13-145,  
 and 13-153(a)  
 Annotated Code of Maryland  
 (As enacted by Chapter \_\_\_\_\_ (H.B. 1) of the Acts  
 of the General Assembly of 1980)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That section(s) of the Annotated Code of Maryland be repealed, amended, or enacted to read as follows:

Article 41 - Governor - Executive and Administrative  
 Departments

266WB.

BORROWING BY A COUNTY OR MUNICIPALITY WHICH PARTICIPATES UNDER § 266W OR § 266WA OF THIS SUBTITLE MAY BE IN THE FORM OF A BOND ISSUE. IN THAT CASE (1) THE MORTGAGE EXECUTED BY THE COUNTY OR MUNICIPALITY, OR BY THE INDUSTRIAL PROJECT APPLICANT, SHALL BE PLEDGED AS SECURITY FOR THE BONDS; (2) THE COUNTY OR MUNICIPALITY MAY NOT PLEDGE ITS FULL FAITH OR CREDIT TO THE PAYMENT OF THE BONDS; (3) INTEREST PAYABLE ON THE BONDS SHALL BE EXEMPT FROM TAXATION BY THE STATE, AND ITS COUNTIES AND MUNICIPALITIES; (4) REFERENCE IN THIS SUBTITLE TO "MORTGAGEE" MAY BE DEEMED TO REFER TO THE HOLDER OF THE BONDS OR TO A TRUSTEE OR OTHER FIDUCIARY FOR THEM. BORROWING BY A COUNTY OR MUNICIPALITY UNDER THIS SUBTITLE, REGARDLESS OF ITS FORM, IS NOT SUBJECT TO §§ 9, 10, 11, 12, OR 24 OF ARTICLE 31.

SECTION 2. AND BE IT FURTHER ENACTED, That section(s) of the Annotated Code of Maryland (as enacted by Chapter \_\_\_\_\_ (H.B. 1) of the Acts of the General Assembly of 1980) be repealed, amended, or enacted to read as follows:

Article - Financial Institutions

13-101.

(k) (1) "Mortgagee" means the original mortgage lender approved by the Authority and any successor or assignee of that lender.

(2) IF THE BORROWING BY A PUBLIC BODY UNDER § 13-140 IS IN THE FORM OF A BOND ISSUE, "MORTGAGEE" MEANS THE BONDHOLDERS, TRUSTEE, OR OTHER FIDUCIARY FOR BONDHOLDERS.

~~13-304~~ 13-104.

(A) Any finding or determination by the Authority to the implementation of this subtitle is conclusive.