

renewal thereof, may be paid from the proceeds, or from the proceeds of the sale of the bonds, accounting from the initial date of issue thereof. The notes shall be authorized by ordinance, resolution, or other form of official action customarily used by the public body or municipal corporation, which shall cite the authority for the notes and bonds and the amount authorized, shall fix the maturities, interest rates or the manner of determining the same, and other terms of such bond anticipation notes, the price or prices at which the notes will be sold, which may be at, above or below the face value thereof, OR THE MANNER OF DETERMINING THE PRICE OR PRICES AT WHICH THE NOTES WILL BE SOLD and the manner of their sale, which may be by private negotiation by the public body or municipal corporation with a prospective purchaser or purchasers if deemed by the public body or municipal corporation to be for its best interest. The resolution or ordinance may provide for the issuance of the notes, pursuant to the sale, in series as funds are required, and may also provide for the renewal of the notes at maturity with or without resale. All such notes shall be signed, endorsed or guaranteed in the same manner as shall be provided by law for the bonds in anticipation of which the notes are issued, and no such notes shall be issued under this subsection unless so signed, endorsed, or guaranteed. BOND ANTICIPATION NOTES AUTHORIZED BY THIS SECTION 12(A) MAY BE ISSUED AS NOTES IN THE NATURE OF COMMERCIAL PAPER AND, IF SO ISSUED, MAY, IN THE DISCRETION OF THE PUBLIC BODY OR MUNICIPALITY ISSUING THE NOTES, BE SECURED BY A TRUST INDENTURE WITH A CORPORATE TRUSTEE OR TRUSTEES, WHICH MAY BE ANY TRUST COMPANY OR BANK HAVING THE POWERS OF A TRUST COMPANY WITHIN OR WITHOUT THE STATE, AND BY A LETTER OF CREDIT, LINE OF CREDIT, OR OTHER CREDIT ARRANGEMENT FROM OR WITH A BANK OR OTHER LENDING INSTITUTION. THE LETTER OF CREDIT, LINE OF CREDIT, OR OTHER CREDIT ARRANGEMENT MAY BE MADE PAYABLE OUT OF THE FIRST PROCEEDS OF SALE OF THE BONDS, OR FROM THE TAX OR OTHER REVENUE WHICH THE PUBLIC BODY OR MUNICIPAL CORPORATION SHALL HAVE PREVIOUSLY DETERMINED TO APPLY TO THE PAYMENT OF THE BONDS AND THE INTEREST THEREON.

(i) Any public body and any ~~municipal~~ MUNICIPAL corporation, including the Mayor and City Council of Baltimore and those municipal corporations subject to the provisions of Article 11E of the State Constitution, may from time to time issue and sell notes in anticipation of the receipt of grants either from the federal or State government or from any of their agencies in aggregate amount, including interest, not greater than the grant or grants in anticipation of the receipt of which the notes are issued and sold. The principal of and interest on the notes shall be payable out of the [first] proceeds of the grant or grants, and the issuer shall so covenant. Grant anticipation notes may be sold only after receipt of written commitment of the federal or State government or agency or agencies making the grant or grants. Authorization, issuance, sale, and delivery of grant anticipation notes shall be undertaken on substantially the same procedure,