

(3) The amount of total State debt allocable to each of the counties and to the City of Baltimore, as provided in the last preceding sentence of this paragraph, shall be the limit of participation for each of the counties applying for financial assistance under the terms of this Act and for the City of Baltimore if the City applies for financial assistance under the terms of this Act.

(4) The calculations more particularly outlined in this paragraph shall be made as of the date when the application for financial assistance made by any of the counties or made by the City of Baltimore has been received by the State Board of Education.

(d) Each of the counties and the City of Baltimore whose request for financial assistance has been allowed, as provided in paragraph (b) of this section (but as limited by paragraph (c) of this section), shall execute and acknowledge in a manner according to law an agreement which shall specify that: (1) the amount of financial assistance allowed, as provided herein, together with interest and carrying charges as specified by the Board of Public Works, shall be deducted by the Comptroller of the Treasury from funds due said counties and City under applicable provisions of State law relating to the income tax, the tax on racing, the recordation tax, the tax on amusements, and the license tax and shall be so deducted within 14 years from the date of the issuance of the certificates; and (2) other terms and conditions as may be required by regulation of the State Board of Education, and approved by the Board of Public Works.

(e) The agreement described in paragraph (d) of this section shall be signed on behalf of the State of Maryland by the State Board of Education, and shall be approved by the Board of Public Works.

(f) The governing body of each of the counties in this State and the Mayor and City Council of Baltimore are hereby authorized and empowered to enter into any and all contracts or agreements required under the terms of this Act, or which may be required by regulations duly promulgated by the State Department of Education or the Board of Public Works pursuant to the provisions of this Act, any other provisions of public general law or of public local law to the contrary notwithstanding.

(g) All proceeds received from the counties of this State which have been granted financial assistance under the provisions of this Act and from the City of Baltimore if the City has been granted financial assistance under this Act, under agreements signed with the counties or the City all as more particularly previously provided in this Act, shall be deposited in an annuity bond fund by the State Comptroller, such fund to be used only for the payment of the principal and interest on any and all bonds issued by the State of Maryland pursuant to the terms of this Act.