

(2) NEITHER THE STATE NOR A POLITICAL SUBDIVISION IS LIABLE ON THE BONDS.

(C) DEBT.

THE BONDS OF AN AUTHORITY:

(1) ARE NOT A DEBT OF THE STATE OR A POLITICAL SUBDIVISION AND SHALL STATE SO ON THEIR FACE;

(2) ARE PAYABLE ONLY OUT OF MONEY OR PROPERTY OF THE AUTHORITY; AND

(3) ARE NOT AN INDEBTEDNESS FOR PURPOSES OF A CONSTITUTIONAL OR STATUTORY DEBT LIMITATION OR RESTRICTION.

(D) FREE FROM TAXATION.

BONDS ISSUED UNDER THIS DIVISION II AND THEIR TRANSFER AND THE INCOME FROM THEM, INCLUDING ANY PROFIT MADE ON THEIR SALE, SHALL BE FREE FROM TAXATION OF EVERY KIND BY THE STATE AND BY ALL POLITICAL SUBDIVISIONS.

(E) BONDS AS NEGOTIABLE INSTRUMENTS.

BONDS ISSUED BY AN AUTHORITY ARE NEGOTIABLE FOR THE PURPOSES OF THE MARYLAND UNIFORM COMMERCIAL CODE, SUBJECT TO THE REGISTRATION PROVISIONS OF THE CODE.

(F) BONDS AS INVESTMENTS.

(1) BONDS ISSUED BY AN AUTHORITY ARE SECURITIES IN WHICH MONEY MAY BE INVESTED BY:

(I) PUBLIC OFFICERS AND GOVERNMENTAL UNITS OF THE STATE OR ITS POLITICAL SUBDIVISIONS;

(II) BANKS, TRUST COMPANIES, SAVINGS AND LOAN ASSOCIATIONS, INVESTMENT COMPANIES, AND OTHERS CARRYING ON A BANKING BUSINESS;

(III) INSURANCE COMPANIES, INSURANCE ASSOCIATIONS, AND OTHERS CARRYING ON AN INSURANCE BUSINESS;

(IV) PERSONAL REPRESENTATIVES, GUARDIANS, TRUSTEES, AND OTHER FIDUCIARIES; AND

(V) ALL OTHER PERSONS.

(2) MONEY THAT MAY BE INVESTED IN THE BONDS INCLUDES CAPITAL THAT AN INVESTOR OWNS OR CONTROLS.

(G) BONDS AS SECURITIES.