

compliance with water quality standards of the State, and (b) that a timely and sufficient Federal grant is not available for such project or part of a project. In approving such grants, the Board of Public Works shall make all reasonable efforts not to jeopardize Federal grants for the remaining part of such projects.

(4) Any project initiated in fiscal year 1973 and not completed by the effective date of this Act shall be eligible for a grant hereunder.

(5) The Secretary of the Department of Health and Mental Hygiene shall report on or before January 1 of each year to the Governor and General Assembly on the status of Bond Funds for the construction of sewerage facilities under this and previous Bond Authorization Acts. His report shall indicate funds expended, funds committed, and funds remaining; and a list of projects for which funds have been expended and are committed. It shall also contain his projection of projects to be constructed for the following two years for which grants are anticipated.

SECTION 7. AND BE IT FURTHER ENACTED, That Section 5(b) of Chapter 286 of the Acts of the General Assembly of 1974, as amended by Chapter 262 of the Acts of the General Assembly of 1975, by Chapter 394 of the Acts of the General Assembly of 1979, and by Chapter 306 of the Acts of the General Assembly of 1982 be and it is hereby repealed and reenacted with amendments, to read as follows:

Chapter 286 of the Acts of 1974

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(b) The remainder of the proceeds of such loan shall be credited on the books of the State Comptroller, to be used as needed by the State, upon approval by the Board of Public Works, exclusively to provide State grants, loans, or loan guarantees to assist in the acquisition, construction, equipping, rehabilitation, and improvement of sewage treatment plants and related facilities, solid waste processing and disposal facilities, water supply facilities, and projects for the control of agriculturally related nonpoint sources of pollution in Maryland; however, the Washington Suburban Sanitary Commission's portion of the capital costs for improvements to and enlargement of sanitary sewage facilities and systems operated by the District of Columbia pursuant to agreements between the Commission, the District of Columbia, and the United States Government shall be deemed a project eligible for a State grant hereunder. Loans for sewer facilities shall be extended only as provided in subsection (c) of this section. All grants, loans, or loan guarantees authorized or made hereunder shall be subject to the following conditions and limitations: