

accordance with the provisions of §§ 19 to 23 of Article 31 of the Code.

(2) The bonds issued to evidence this loan or installments thereof may be sold as a single issue, or may be consolidated and sold as part of a single issue of bonds under § 2B of Article 31 of the Code.

(3) The actual cash proceeds of the sale of the bonds shall be paid to the Treasurer and shall be first applied to the payment of the expenses of issuing and delivering the bonds, unless funds for this purpose are otherwise provided and thereafter shall be credited on the books of the State Comptroller and expended, upon approval by the Board of Public Works, for the following public purposes, including any applicable architects' and engineers' fees: to be added to the Small Business Surety Bond Guarantee Fund established by § 13-234.2 of the Financial Institutions Article.

(4) There is hereby levied and imposed an annual State tax on all assessable property in the State in rate and amount sufficient to pay the principal of and interest on the bonds, as and when due and until paid in full, such principal to be discharged within 15 years of the date of issue of the bonds.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 1985.

Approved May 21, 1985.

CHAPTER 359

(House Bill 803)

AN ACT concerning

Creation of a State Debt - Elderly Rental Housing Program
Loan of 1985

FOR the purpose of authorizing the creation of a State Debt in the amount of ~~\$3,500,000~~ \$2,000,000, the proceeds to be used by the Community Development Administration to provide deferred payment loans, subordinate to other financing, to private or nonprofit sponsors, counties, municipalities, or local housing agencies under the Elderly Rental Housing Program; and providing generally for the issuance and sale of bonds evidencing the loan.

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That: