

WILLIAM DONALD SCHAEFER, Governor

PROCLAMATION ON STATE BOND ALLOCATION
FOR CALENDER YEAR 1986

Amendments to Executive Order 01.01.1986.10
on Allocation of State Ceiling for Certain Bonds
Issued in 1986 and rescission of Executive
Orders 01.01.1985.01, as amended, and 01.01.1986.03

WHEREAS, As a result of the enactment of the Tax Reform Act of 1986 (the "Tax Reform Act") on October 22, 1986 it is appropriate and desirable that (i) certain technical amendments be made to Executive Order 01.01.1986.10 promulgated on May 28, 1986 (the "H.R. 3838 Proclamation") in order to confirm its application to private activity bonds (as defined in the Tax Reform Act) which may be issued by State and Local Issuers and in order to simplify and clarify procedures relating to the Maryland State Ceiling; (ii) that Executive Order 01.01.1985.01, promulgated on January 14, 1985, as amended, relating to private activity bond allocations for 1985 and later be terminated and cancelled; and (iii) that the Executive Order dated February 13, 1986 on the Volume Cap Allocation for State General Obligation Bonds Issued in 1986 be rescinded.

WHEREAS, The Tax Reform Act provides only interim authority for the issuance of private activity bonds (as defined in the Tax Reform Act), pursuant to a gubernatorial proclamation, which authority will expire for State and Local Issuers on the later of January 1, 1988 or the effective date of any State legislation with respect to the allocation of the State Ceiling; and

WHEREAS, It is in the best interests of the State of Maryland to act expeditiously in eliminating any uncertainty as to the method of allocating the Maryland State Ceiling among State and Local Issuers; and

WHEREAS, The amendments to the H.R. 3838 Proclamation are only technical and clarifying in nature it is not necessary to hold hearings prior to adopting these amendments; and

WHEREAS, Terms not otherwise defined herein shall have the meanings given them in the H.R. 3838 Proclamation.

NOW, THEREFORE, I, Harry Hughes, Governor of the State of Maryland, by virtue of the authority vested in me by the Constitution and the Laws of the United States and of Maryland, hereby rescind Executive Order 01.01.1985.01, as amended by Executive Order 01.01.1985.18, Executive Order 01.01.1986.03, and amend Executive Order 01.01.1986.10, issued on May 28, 1986, as follows:

EXECUTIVE ORDER