

loan to be known as the Solid Waste Facilities Loan of 1989 in the total principal amount of \$4,000,000. This loan shall be evidenced by the issuance, sale, and delivery of State general obligation bonds authorized by a resolution of the Board of Public Works and issued, sold, and delivered in accordance with §§ 8-117 through 8-124 of the State Finance and Procurement Article and Article 31, § 22 of the Code.

(2) The bonds to evidence this loan or installments of this loan may be sold as a single issue or may be consolidated and sold as part of a single issue of bonds under § 8-122 of the State Finance and Procurement Article.

(3) The cash proceeds of the sale of the bonds shall be paid to the Treasurer and first shall be applied to the payment of the expenses of issuing, selling, and delivering the bonds, unless funds for this purpose are otherwise provided, and then shall be credited on the books of the Comptroller and expended, on approval by the Board of Public Works, for the following public purposes, including any applicable architects' and engineers' fees: to provide State grants to assist in the conduct of engineering and financial and legal analyses for, and in the design of solid waste facilities or systems.

(4) As used in the Act, the following terms have the meaning indicated:

(a) "Facilities or systems" means projects or properties, either existing or proposed, which are used or useful in one or more of the following: the collection, disposal, processing, reclamation, recycling, reduction, reprocessing, and separation of solid wastes.

(b) "Municipality" has the meaning stated in Natural Resources Article, Section 3-101(g) of the Code, as amended, and includes the Maryland Environmental Service.

(c) "Recycling" has the meaning stated in Environment Article, Section 9-1701(e), as amended.

(d) "Solid Waste" has the meaning stated in Natural Resources Article, Section 3-101(n) of the Code, as amended.

(5) The expenditure of funds under this Act is subject to the following conditions and limitations:

(a) Eligible costs under this subsection (5) include expenses incurred for financial, engineering, and legal analyses necessary or incidental to determining the practicality of a facility or system, and costs of plans, designs, specifications, surveys, investigations, demonstrations, and permit applications. Staff and operating costs of the recipient shall not be considered eligible costs.