

(ii) A payment schedule that provides money to the applicant in the amounts and at the times that the applicant needs the money to perform the [government] contract;

(iii) A requirement that, before each advance of money is released to the applicant, the applicant and the Authority cosign the request for the money; and

(iv) Provisions for repayment of the loan.

(2) The loan documents may include any other provision that the Authority determines is necessary to secure the loan, including, if allowable, an assignment of or a lien on payment under the [government] contract.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1989.

Approved May 25, 1989.

CHAPTER 732

(House Bill 1224)

AN ACT concerning

Capital-Appreciation State Bonds

FOR the purpose of authorizing the Board of Public Works to issue capital appreciation and small denomination bonds; specifying that State bonds may be in a capital appreciation form; permitting ~~a-certain-percentage-of~~ State bonds to be sold as capital appreciation bonds; ~~requiring--that--certain limits--be--placed--on--the--purchase--of--these~~ and small denomination bonds; providing that the bonds be sold in a certain manner; ~~requiring-that-the-principal-and-interest-on the-bonds-be-payable--on--a--fixed--date;~~ defining certain terms; and generally relating to the issuance and sale of capital appreciation and small denomination bonds in Maryland.

BY repealing and reenacting, with amendments,

Article - State Finance and Procurement  
Section ~~8-1017-8-117(a)7~~ and 8-121(a)  
Annotated Code of Maryland  
(1988 Replacement Volume)