

(d) "State bond" means a general obligation bond of the State.

(e) "State debt" means the general obligation debt of the State.

(F) "CAPITAL APPRECIATION BOND" MEANS A STATE BOND THAT ACCRUES INTEREST ON A SEMIANNUAL COMPOUNDING BASIS, WITH INTEREST PAYABLE ONLY AT ON THE DATE OF MATURATION MATURITY.

8-117.

~~(a)-(1)--The General Assembly may authorize the Board to:~~

~~{(1)}-(1)--borrow money for any public purpose; and~~

~~{(2)}-(11)--issue State bonds to evidence the debt.~~

~~{2)--THE BOARD MAY ISSUE AND SELL FROM TIME TO TIME--A PORTION OF STATE BONDS AS CAPITAL APPRECIATION BONDS.~~

8-121.

(a) By resolution, the Board may specify the form in which State bonds are to be issued, including:

(1) a coupon form;

(2) A CAPITAL APPRECIATION FORM;

[(2)] (3) a form that qualifies as a registered form under § 103 of the Internal Revenue Code of 1954 or a regulation proposed or adopted under that section; and

[(3)] (4) any other registered form.

8-122.1.

(A) UPON SALE OF STATE BONDS AUTHORIZED BY AN ENABLING ACT, THE PRINCIPAL AMOUNT OF THE LOAN AUTHORIZED BY THAT ENABLING ACT SHALL BE REDUCED BY:

(1) THE STATED PRINCIPAL AMOUNT OF THE STATE BONDS SOLD, IF THE BONDS ARE SOLD AT 95% OR MORE OF PAR; OR

(2) THE CASH PROCEEDS, EXCLUDING ANY ACCRUED INTEREST, RECEIVED FOR THE STATE BONDS, IF THE BONDS ARE SOLD AT LESS THAN 95% OF PAR.

(B) WHENEVER STATE BONDS ARE SOLD AS A CONSOLIDATED ISSUE AT LESS THAN 95% OF PAR, THE BOARD, BY RESOLUTION, SHALL DETERMINE THE MANNER IN WHICH THE CASH PROCEEDS RECEIVED FOR THE