

borrow money in whatever amount is needed for that purpose. The [district] DISTRICT may evidence its borrowing by the issuance and sale of its negotiable revenue bonds. Principal and interest shall be made solely from the proceeds of special benefit assessments and other charges imposed and made by the District on the project or projects financed with the proceeds of the bonds, which revenues the District may pledge to their payment. The Commission may fix and determine the form and tenor of the revenue bonds, their denominations, the rate or rates of interest payable on them, the place or places for payment, and the method of sale, all as provided in [Section 6-501 of this title] § 6-501 OF THIS SUBTITLE. The amount of the revenue bonds issued by the District may not exceed the cost of the project or projects being financed.

(b) Payment of principal and interest. Payment of principal and interest may not be guaranteed by the County but, on the contrary, the bonds shall recite that their principal and interest are payable solely from the prescribed revenues or in the resolution or trust indenture authorizing them.

(c) Trust indenture. The District may secure any revenue bonds issued under this section by an appropriate trust indenture by and between the District and a corporate trustee, which may be any trust company, or bank having trust powers, within or outside the State. Every such trust indenture, and revenue bonds secured thereby, shall clearly recite that the bonds are obligations of the District, payable solely from its revenues, and do not constitute obligations of the County or of the State of Maryland. A trust indenture may contain covenants on the part of the District, not contrary to law, deemed necessary or appropriate by the Commission for the proper security of the purchasers of the bonds. The District may not enter into any covenant which permits the trustee or bondholders to sell or otherwise divest the District of its title to any project or projects financed with the proceeds of any such bonds, without the prior written consent of the County and the District.

(d) Covenants. Subject to the limitation specified in subsection (c) of this section, a trust indenture may contain covenants for the protection of bondholders relating to all or any of the following:

(1) The nature, extent and procedure for acquiring or constructing any project or projects and their supervision;

(2) The maintenance and operation of any such project or projects and their supervision; the employment of consulting engineers, auditors, [attorneys] ATTORNEYS, and other experts in connection with any such acquisition, construction, [maintenance] MAINTENANCE, or operation;

(3) The terms and provisions of the bonds and the securing of their proceeds; the imposition and collection of assessments, charges and rentals for the use of any such project or projects; and the use, [application] APPLICATION, and securing of any revenues so collected, including the establishment, [deposit] DEPOSIT, and securing from any such revenues of reserves for debt service on, or prior redemption of, any such revenue bonds, or for the maintenance, [operation] OPERATION, and improvement of any such project or projects;

(4) The insurance on any such project or projects;