REVISOR'S NOTE: This section is new language derived without substantive change from the first sentence of former Art. 45A, § 2(d) and, as it related to interest rates and maturities on industrial development bonds, (b).

In subsection (a) of this section, the reference to interest payable "at least twice every 12 months" is substituted for the former reference to interest payable "semiannually" for clarity.

In subsection (c)(1) of this section, the reference to a time and place "selected by the governing body" is added for clarity and to make explicit what was only implied by the former law.

The Economic Development Article Review Committee notes, for the consideration of the General Assembly, that in subsection (c)(2) of this section, the reference to two or more newspapers "of general circulation in the county" is substituted for the former obsolete reference to two or more newspapers "published in said county" for clarity. The committee wishes to bring this substitution to the attention of the General Assembly.

Defined terms: "Bond" § 12–401
"County" § 9–101

12–405. TERMS — NOTES.

(A) INTEREST RATE.

THE GOVERNING BODY OF A COUNTY THAT ISSUES NOTES OTHER THAN BONDS ISSUED UNDER § 12–405 OF THIS SUBTITLE SHALL ESTABLISH THE INTEREST RATES ON THE NOTES.

(B) MATURITY.

THE GOVERNING BODY OF A COUNTY THAT ISSUES NOTES SHALL ESTABLISH THEIR MATURITIES, NOT TO EXCEED 5 YEARS.

REVISOR'S NOTE: This section is new language derived without substantive change from the fourth sentence of former Art. 45A, § 2(b).

Defined term: "County" § 9–101

12–406. TAX STATUS.

PRINCIPAL OF AND INTEREST ON BONDS ISSUED UNDER THIS SUBTITLE ARE NOT SUBJECT TO STATE OR LOCAL TAXATION.

REVISOR'S NOTE: This section is new language derived without substantive change from the second and fifth sentences of former Art. 45A, § 2(b), as they related to the tax–exempt status of debt instruments.

Defined terms: "Bond" § 12–401
"State" § 9–101