

signature and seal of the [Commission] District and shall be guaranteed as to payment of principal and interest by the county or counties in which said District lies, which guarantee shall be endorsed on each of said bonds in the following language: "The payment of interest when due and the principal at maturity is guaranteed by . . . (*corporate name of body politic and corporate guaranteeing the bonds*) . . . , Maryland". Such endorsement shall be signed on each of said bonds by the chief executive officer (*or other officer designated by resolution of the particular governing body*) and by the Clerk or Secretary of the particular governing body or bodies within ten days after the bonds are presented by the Commission to them for endorsement. *In the event the bonds are guaranteed by two or more counties pursuant to the provisions of this sub-title, the liability of any one county so guaranteeing the bonds shall be in such proportion as the assessable basis of that part of such county within the sanitary district or sanitary districts for which the bonds are issued bears to the assessable basis of the whole of the sanitary district or sanitary districts for which the bonds are issued.* SUCH BONDS, SO ENDORSED, SHALL BE, AND THEY SHALL SO RECITE, UNCONDITIONAL GENERAL OBLIGATIONS OF THE COUNTY OR COUNTIES ENDORSING THE SAME; AND THIS ACT SHALL BE CONSTRUED AS A SPECIFIC GRANT OF AUTHORITY TO ANY COUNTY TO ISSUE AND SELL SUCH BONDS IN THE MANNER HEREIN PRESCRIBED. At any time prior to the issuance of any such bonds the governing body of a particular county is hereby authorized and directed to furnish to the Commission a sum not exceeding *Twenty-Five Thousand Dollars (\$25,000.00)* which shall be repaid out of the first available moneys derived from the sale of the first bonds issued, if any.

(b) The proceeds of such bonds shall be used solely for the payment of the cost of the project or projects on account of which such bonds are issued and shall be disbursed in such manner and under such restrictions, if any, as the Commission may provide in the authorizing resolution. If the proceeds of such bonds, by error of estimates or otherwise, shall be less than such cost, additional bonds may in like manner be issued to provide the amount of such deficit, and, unless otherwise provided in the authorizing resolution shall be deemed to be of the same issue and shall be entitled to payment from the same fund without preference or priority of the bonds first issued for the same purpose. If the proceeds of the bonds of any issue shall exceed the amount required for the purpose for which such bonds shall have been issued, the surplus shall be used for: (a) the retirement of bonds of such issue, as in the authorizing resolution provide [s.] *d, or, in the absence of such provision, (b) shall be applied to the next maturing principal payment on such bonds; or (c) shall, upon adoption of a resolution by the Commission, be used for other projects within the sanitary district or districts for which such bonds were issued; or (d) shall be used to purchase the bonds of the same issue or series on the open market for such price as it may determine to be for the best interests of the District and the county or counties to be served thereby, provided that no premium in excess of Five per centum of the par value of such bonds shall be paid on the purchase of such bonds; bonds so purchased shall be cancelled.*

(c) Prior to the preparation of definitive bonds, the Commission may, under like restrictions, *in the name of such District,* issue