

those of said authority. The bonds shall not constitute an indebtedness within the meaning of any constitutional or statutory debt limitation or restriction. Bonds of an authority are declared to be issued for an essential public and governmental purpose and, together with interest thereon and income therefrom, shall be exempt from taxes.

(C) NOTWITHSTANDING ANY OTHER PROVISION OF THIS SECTION, MONTGOMERY COUNTY MAY BY LOCAL LAW PROVIDE FOR THE GUARANTEE BY MONTGOMERY COUNTY OF THE PRINCIPAL AND INTEREST ON BONDS ISSUED BY THE HOUSING OPPORTUNITIES COMMISSION OF MONTGOMERY COUNTY TO FINANCE THE PROVISION, DEVELOPMENT, OR REHABILITATION OF HOUSING AT RENTAL RATES AND PRICES NOT BEING OFFERED IN ADEQUATE QUANTITY BY THE PRIVATE SECTOR. THE HOUSING OPPORTUNITIES COMMISSION SHALL ADHERE TO THE TERMS AND CONDITIONS IMPOSED BY THE COUNTY GOVERNMENT IN PROVIDING SUCH GUARANTEE, INCLUDING ANY REQUIREMENTS IMPOSED SUBSEQUENT TO THE ISSUANCE OF THE BONDS IN ORDER TO ASSURE OR PROTECT THE FINANCIAL SOLVENCY OF THE PROJECT. THE TOTAL PRINCIPAL OF THE BONDS GUARANTEED UNDER THIS AUTHORITY SHALL NOT EXCEED \$10,000,000.

THE LOCAL LAW IMPLEMENTING THIS AUTHORITY SHALL PROVIDE PROCEDURES FOR REVIEW AND APPROVAL OF THE ISSUANCE OF BONDS GUARANTEED BY THE COUNTY GOVERNMENT AND SHALL INCLUDE THE FOLLOWING:

(1) THE COUNTY EXECUTIVE SHALL CONSIDER AND COMMENT ON THE FEASIBILITY OF THE PROPOSED BOND GUARANTEE AND EACH HOUSING PROJECT CONTEMPLATED THEREBY, RECOMMENDING WHETHER THE PROPOSED BOND GUARANTEE SHOULD BE APPROVED AND ANY TERMS AND CONDITIONS HE DEEMS ADVISABLE FOR SUCH APPROVAL.

(2) AFTER CONSIDERING THE RECOMMENDATIONS OF THE COUNTY EXECUTIVE AND AFTER PUBLIC HEARING, THE COUNTY COUNCIL SHALL APPROVE, APPROVE WITH MODIFICATIONS, OR DISAPPROVE THE PROPOSED BOND GUARANTEE, SPECIFYING SUCH TERMS AND CONDITIONS AS IT SHALL DEEM ADVISABLE FOR ANY APPROVED BOND GUARANTEE. THE TERMS AND CONDITIONS SHALL INCLUDE THE MAXIMUM INTEREST PAYABLE, THE TERMS OF THE BOND ISSUE, THE PURPOSES FOR WHICH THE BOND FUNDS MAY BE EXPENDED, AND THE METHOD OF CONTROLLING THE EXPENDITURES OF THE BOND FUNDS AND THE REVENUES AND EXPENDITURES FOR PROJECTS FINANCED BY THE BOND FUNDS.

(3) THE APPROVAL OF THE BOND GUARANTEE BY THE COUNTY COUNCIL SHALL BE SUBMITTED TO THE COUNTY EXECUTIVE WITHIN THREE DAYS FOR CONCURRENCE. IF THE COUNTY EXECUTIVE DOES NOT COMMUNICATE HIS DISAPPROVAL AND REASONS THEREFOR TO THE COUNCIL WITHIN TEN DAYS AFTER RECEIPT, THE COUNCIL'S APPROVAL SHALL STAND. IF THE COUNTY EXECUTIVE DISAPPROVES, THE COUNCIL MAY OVERRIDE THAT DISAPPROVAL BY VOTE OF AT LEAST FIVE MEMBERS.

(4) THE APPROVAL OF THE BOND GUARANTEE MAY