

follows:

188T. (A) THE TOWN SHALL HAVE THE POWER TO SELL ITS BOND ANTICIPATION NOTES, IN AGGREGATE AMOUNT NOT GREATER THAN THE AMOUNT OF THE BONDS IN ANTICIPATION OF THE SALE OF WHICH SAID NOTES ARE ISSUED AND SOLD, THE PRINCIPAL OF AND INTEREST ON SAID NOTES TO BE MADE PAYABLE TO THE BEARER OR REGISTERED HOLDER THEREOF OUT OF THE FIRST PROCEEDS OF SALE OF SAID BONDS, OR FROM THE TAX OR OTHER REVENUE WHICH THE TOWN SHALL HAVE PREVIOUSLY DETERMINED TO APPLY TO THE PAYMENT OF SAID BONDS AND THE INTEREST THEREON. THE PROCEEDS OF SALE OF SUCH NOTES, AFTER PAYMENT THEREFROM OF THE EXPENSES OF THE ISSUANCE THEREOF, SHALL BE EXPENDED ONLY ON THE PUBLIC PURPOSES FOR WHICH SAID BONDS WILL BE ISSUED, PROVIDED, HOWEVER, THAT TWELVE (12) MONTHS' INTEREST ON SAID NOTES, OR ANY RENEWAL THEREOF, MAY BE PAID FROM SAID PROCEEDS, ACCOUNTING FROM THE INITIAL DATE OF ISSUE THEREOF. SUCH NOTES SHALL BE AUTHORIZED BY AN ORDINANCE, WHICH SHALL CITE THIS SECTION AS THE AUTHORITY FOR SAID NOTES AND THE AMOUNT AUTHORIZED, SHALL FIX THE MATURITIES, INTEREST RATES OR THE MANNER OF DETERMINING THE SAME, AND OTHER TERMS OF SUCH BOND ANTICIPATION NOTES, THE PRICE OR PRICES AT WHICH SAID NOTES WILL BE SOLD, WHICH MAY BE AT, ABOVE OR BELOW THE FACE VALUE THEREOF AS PROVIDED BY PUBLIC GENERAL LAW AND BY THIS CHARTER, AND THE MANNER OF THEIR SALE, WHICH MAY BE BY PRIVATE NEGOTIATION BY THE TOWN WITH A PROSPECTIVE PURCHASER OR PURCHASERS IF DEEMED BY THE COUNCIL TO BE FOR THE BEST INTERESTS OF THE TOWN. SAID ORDINANCE MAY PROVIDE FOR THE ISSUANCE OF SAID NOTES, PURSUANT TO SUCH SALE, IN SERIES AS FUNDS ARE REQUIRED, AND MAY ALSO PROVIDE FOR THE RENEWAL OF SAID NOTES AT MATURITY WITH OR WITHOUT RESALE. ALL SUCH NOTES SHALL BE SIGNED, ENDORSED OR GUARANTEED IN THE SAME MANNER AS SHALL BE PROVIDED BY LAW FOR THE BONDS IN ANTICIPATION OF WHICH SAID NOTES ARE ISSUED.

(B) NO SUCH BOND ANTICIPATION NOTES SHALL BE ISSUED AND SOLD HEREUNDER UNLESS THE TOWN SHALL, BY THE ORDINANCE AUTHORIZING SAID NOTES, COVENANT TO PAY THE SAME AND THE INTEREST THEREON FROM THE PROCEEDS OF THE BONDS IN ANTICIPATION OF THE SALE OF WHICH SAID NOTES ARE ISSUED AND SHALL FURTHER COVENANT TO ISSUE SAID BONDS WHEN, AND AS SOON AS, THE REASON FOR DEFERRING THE ISSUANCE THEREOF NO LONGER EXISTS.

Section 2. AND BE IT FURTHER RESOLVED that the date of the adoption of this Resolution is March 10, 1969, and that the amendment to the Charter of the Mayor and City Council of Ocean City hereby proposed by this enactment shall be and become effective on April 29, 1969, unless a proper petition for a referendum hereon shall be filed as permitted by law. A complete and exact copy of this Resolution shall be posted in the Town Hall until April 29, 1969, and a copy of the Title of this Resolution shall be published in a newspaper of general circulation in Ocean City, Maryland, not less than four (4) times, at weekly intervals, before April 19, 1969.