RFSOLUTION

A RESOLUTION supplemental to a Resolution of the Board of Directors of the Maryland Environmental Service adopted on March 13 1973 (approved by the Secretary of Natural Resources on March 30 1973) authorizing and providing for extension of dates for payment of certain installments of principal of the $2 500,000 principal amount Maryland Environmental Service Sludge Disposal Revenue Bond, 1978 Series issued on February 28 1978 providing that the outstanding 1978 Series Bond shall be surrendered by the registered holder thereof for substitution of one page amended as specified herein and shall immediately upon such substitution be redelivered to the registered holder thereof and generally providing and determining various matters in connection with the payment of such revenue bond

BE IT RFSOLVED BY THE BOARD OF DIRECTORS OF
MARYLAND ENVIRONMENTAL SERVICE

Section 1 That the second paragraph of Section 3 Article II, Section 2 02C, of the March 13 1973 Resolution, as such Resolution has been amended by the November 4 1974, January 7, 1975 April 1 1977 and February 28, 1978 Resolutions is hereby amended to read as follows

The 1978 Bond shall be payable in installments as follows

Amount	Due
$500,000	December 29 1978
250,000	February 28 1979
600 000	June 29, 1979
400,000	July 31, 1979
750 000	August 31 1979

Section 2 That upon the consent of Maryland National Bank the registered owner of the 1978 Bond the 1978 Bond shall be surrendered to the Service Immediately upon the surrender of the 1978 Bond the first page of the 1978 Bond shall be removed and inserted in its place shall

be a substitute first page incorporating the changes as set forth in the following form of the first page of the 1978 Bond, whereupon the 1978 Bond with the substitute first page shall be delivered to Maryland National Bank

UNITED STATES OF AMERICA
STATE OF MARYLAND
MARYLAND ENVIRONMENTAL SFRVICF

No R-1 $2,500,000

SLUDGF DISPOSAL REVENUE BOND 1978 SERIES

Maryland Environmental Service a body politic and corporate constituting an instrumentality of the State of Maryland organized and existing under and by virtue of the laws of the State of Maryland (the Service) for value received hereby promises to pay to Maryland National Bank or its registered assigns the principal amount of $2 500 000 in installments of principal as follows

Principal Installment	Date Due
$500 000	December 29 1978
250 000	February 28 1979
600,000	June 29, 1979
400 000	July 31 1979
750 000	August 31 1979

with interest thereon at the rate of five and one-half per centum (5 1/2/) per annum on the unpaid principal balance such interest being payable quarterly on March 31 June 30 September 30 and December 31 of each year until the entire principal amount is fully paid Provided however that if at any time it is determined that the interest payable by the Service on this revenue bond is for any reason not exempt from federal income taxation the rate of interest on this revenue bond for the period or periods affected by such determination shall be twelve per centum (12/) per annum and the interest payments hereunder shall be increased accordingly Payment of the principal and the interest on this revenue bond shall be made in lawful money of the United States of America at the principal office of Maryland National Bank in Annapolis, Maryland

This revenue bond has been duly issued by the Service under and pursuant to the laws of the State of Maryland particularly Sections 3-101 to 3-131 inclusive of the Natural Resources Article of the Annotated Code of Maryland (1974 Volume and 1977 Supplement) and pursuant to a resolution adopted by the Board of Directors of the Service on February 28 1978

This revenue bond represents the fourth in an issue consisting of four series of revenue bonds of the Service the first series of

which have been redeemed This revenue bond and the second series and third series of revenue bonds of this issue aggregating $7 640 000 in principal amount constitute general obligations (as provided by the Act and to the extent permitted by the Constitution of the State of Maryland) of the Service payable from and equally and ratably secured by a pledge of (i) the payments to be made by the District of Columbia (together with all other payments to be made) pursuant to a certain agreement between the Service and the District dated April 1, 1977 as amended by a certain agreement dated December 28 1977 and as supplemented by a certain agreement, dated February 28 1978 between the Service and the Commission being referred to collectively as the 'Service Contract, (ii) the payments to be made to the Service by the Environmental Protection Agency under the grant agreement designated by Grant Identification No C-240580-01-0 as amended and under the grant agreement designated by Grant Identi-

Section 3 That the Service covenants that it will exercise its best efforts to negotiate and finalize an agreement with the District of Columbia and the Washington Suburban Sanitary Commission obligating those entities to reimburse the Service for costs, including principal and interest on bonds, which it incurs in operating, maintaining and otherwise providing the Beltsville Composting Facility, in restoring those land containment sites entrenched with sewage sludge prior to September 22, 1978, and in otherwise providing for disposal of sludge generated at the Blue Plains Sewage Treatment Plant The Service further covenants that in the event it executes such an agreement with the District of Columbia and the Washington Suburban Sanitary Commission it will exercise its best efforts to issue and sell a bond or series of bonds to Maryland National Bank in order to finance the costs of providing sludge disposal services under the said agreement

Section 4 That this Suppemental Resolution is hereby declared to be a supplemental resolution adopted pursuant to and in accordance with Section 3 Article X Section 10 01 of the March 13 1973 Resolution As provided in such Section 10 01 this Supplemental Resolution shall become effective only upon approval of this Supplemental Resolution by Maryland National Bank the registered owner of the outstanding 1978 Bond This Supplemental Resolution does not in anywise affect or change

the provisions of the March 13, 1973 Resolution providing for the issuance of the $2 640 000 principal amount Sludge Disposal Revenue Bond, 1977 Series, which in addition to the 1978 Bond, has been issued and is outstanding on the date of adoption of this Resolution

The foregoing Supplemental Resolution of the Board of Directors of Maryland Environmental Service was adopted at a meeting of such Board of Directors duly called and held on March 30 1979 such Supplemental Resolution to be effective upon approval by Maryland National Bank

_____

(SEAL) _____

_____

CERTIFICATE

I, the undersigned, Evan Crossley, Secretary of the Maryland Fnvironmental Service do hereby certify that the foregoing is a true and correct copy of a resolution duly adopted by the Board of Directors of the Maryland Environmental Service at a meeting duly called and held on March 30 1979, at which all Directors were present and that said resolution has not been repealed rescinded or amended since its adoption and is now in full force and effect and I do hereby further certify that said resolution after having been introduced, fully read and discussed, was duly passed, all Directors voting in the affirmative

IN WITNESS WHEREOF I have hereunto set my hand and the seal of the Maryland Environmental Service this 30th day of March 1979

(SEAL)

Evan Crossley Secretary
Maryland Environmental Service

APPROVAL OF REGISTERED OWNER

In reliance on the representations and information provided by Maryland Environmental Service Maryland National Bank the registered owner of the Sludge Disposal Revenue Bond 1978 Series No R-1 dated February 28 1978, issued by the Maryland Environmental Service in the principal amount of $2 500,000, hereby approves the foregoing Supplemental Resolution for purposes of Section 3, Article X Section 10 01 of the March 13, 1973 Resolution

MARYLAND NATIONAL BANK

By_____
Theodore J Berger
Regional Vice President

Dated March 30 1979

ACCEPTANCE OF DUTIES BY THE TRUSTEE

Maryland National Bank a national banking association organized and existing under the laws of the United States of America, Trustee hereby accepts the trusts under and the duties and obligations imposed upon the Trustee by the foregoing Resolution supplementing and amending the Resolution adopted by Maryland Environmental Service on March 13, 1973

MARYLAND NATIONAL BANK

By_____
Theodore J Berger
Regional Vice President

Dated March 30 1979