

H. F. No. 536

2.1 Subd. 3. **Bonding authority.** (a) The city of New London may issue bonds under
2.2 Minnesota Statutes, chapter 475, to finance all or a portion of the costs of the facilities
2.3 authorized in subdivision 2. The aggregate principal amount of bonds issued under this
2.4 subdivision may not exceed \$872,000, plus an amount to be applied to the payment of the
2.5 costs of issuing the bonds. The bonds may be paid from or secured by any funds available
2.6 to the city of New London, including the tax authorized under subdivision 1. The issuance
2.7 of bonds under this subdivision is not subject to Minnesota Statutes, sections 275.60 and
2.8 275.61.

2.9 (b) The bonds are not included in computing any debt limitation applicable to the city
2.10 of New London, and any levy of taxes under Minnesota Statutes, section 475.61, to pay
2.11 principal and interest on the bonds is not subject to any levy limitation. A separate election
2.12 to approve the bonds under Minnesota Statutes, section 475.58, is not required.

2.13 Subd. 4. **Termination of taxes.** The tax imposed under subdivision 1 expires at the
2.14 earlier of: (1) 20 years after the tax is first imposed; or (2) when the city council determines
2.15 that \$872,000, plus an amount sufficient to pay the costs related to issuing the bonds
2.16 authorized under subdivision 3, including interest on the bonds, has been received from the
2.17 tax to pay for the cost of the projects authorized under subdivision 2. Any funds remaining
2.18 after payment of all such costs and retirement or redemption of the bonds shall be placed
2.19 in the general fund of the city. The tax imposed under subdivision 1 may expire at an earlier
2.20 time if the city so determines by ordinance.

2.21 **EFFECTIVE DATE.** This section is effective the day after compliance by the governing
2.22 body of the city of New London with Minnesota Statutes, section 645.021, subdivisions 2
2.23 and 3.