

CHAPTER 130.

AN ACT TO PROVIDE FOR BORROWING MONEY TO DEFEND THE EXTRAORDINARY EXPENDITURES OF THE STATE GOVERNMENT

Be it enacted by the Legislature of the State of Minnesota.

SECTION 1. That the Governor, State Auditor and State Treasurer be and they hereby are authorized to borrow, on the credit of the state, the sum of two hundred and fifty thousand dollars (\$250,000), in such amounts as may be required to take up and cancel all outstanding bonds heretofore issued under chapter ninety-three (93) General Laws eighteen hundred and seventy-eight (1878), amounting to sixty thousand dollars (\$60,000), and to meet extraordinary expenditures of the state incurred under appropriations heretofore made, and to be hereafter made, payable from the revenue fund, at a rate of interest not exceeding four and one-half (4½) per cent. per annum, payable semi-annually in either the city of New York or St. Paul, which money, so borrowed, shall be repaid at any time within five (5) years, at the option of the State; and, except such amount as may be required to redeem said outstanding bonds, said money shall be placed to the credit of the general revenue fund of the state.

To make loan of \$250,000 to meet extraordinary expenses

SEC. 2. The loan mentioned in the first section of this act shall be made upon State bonds, with coupons attached, which bonds shall be signed by the Governor and attested by the Secretary of State, under the great seal of the state, and countersigned and registered by the State Auditor; and the coupons thereto attached shall have the names of Governor and Secretary of State thereon, and it shall be the duty of the Governor and State Auditor to cause to be prepared for such purpose bonds of the state to be styled "Minnesota Revenue Bonds," which shall be of the denomination of one thousand dollars (\$1,000) each, and shall on their face be made payable on or before five (5) years from their date in the city of New York or St. Paul with interest payable in the city of New York or St. Paul semi-annually at a rate not exceeding four and one-half (4½) per cent. per annum, and shall have coupons attached for such interest, and shall pledge the faith and credit of the state to the payment thereof.

How bonds shall be signed, etc.

SEC. 3. Whenever the interest on the above mentioned bonds shall become due the same shall be paid by the State Treasurer upon presentation of the coupons at such place in either the city of New York or St. Paul, as the treasurer shall designate.

Interest, how paid.

SEC. 4. For the purpose of providing a fund for the redemption of said bonds and coupons, the State Auditor is

One mill tax
levy to provide
fund for re-
demption.

Manner of re-
demption.

hereby authorized and required for four (4) consecutive years to levy an annual tax of one-fifth ($\frac{1}{5}$) of one (1) mill on the dollar of the taxable property of the state, which tax when collected shall be known as the "redemption fund," and shall, until said bonds and coupons are all redeemed, be applied solely to the payment thereof, in the manner following, viz: whenever the amount thereof shall exceed a sum sufficient to pay the coupons falling due at the next semi-annual period of payment, then such excess remaining, after setting apart sufficient for the payment of such coupons, shall be used and paid for the redemption of so many of said bonds as the same will redeem. When said bonds and coupons are all redeemed, the residue of said fund and all subsequent collections of said tax shall be transferred to the general revenue fund of the state. For the purpose of providing for the payment of the coupons which may fall due before the collection of any of said tax, the State Auditor is hereby authorized to distribute to the said fund from the delinquent state taxes reported as collected by the several counties of the state in settlement, in eighteen hundred and eighty-three (1883), a sum sufficient to pay said coupons. All moneys received and distributed under the provisions of this act, and all payments made, or collections received, on account of the so called seed grain laws of eighteen hundred and seventy-seven (1877) and eighteen hundred and seventy-eight (1878), are hereby appropriated for the redemption of the said bonds and coupons authorized by this act, and shall be distributed to and constitute such redemption fund.

SEC. 5. The sum of three hundred dollars (\$300), or so much thereof as shall be necessary, is hereby appropriated for the purpose of carrying out the provisions of this act.

SEC. 6. This act shall take effect and be in force from and after its passage.

Approved January 12, 1883.