

exceeding five thousand square miles and an assessed valuation, exclusive of money and credit, exceeding \$250,000,000, Chapter 44, Laws of Minnesota for 1915, as amended by Chapter 528, Laws of Minnesota for 1919, shall not apply or be in force, except that in any such county, the county board may levy such road and bridge taxes for use in any unorganized township wherein roads or bridges have already been constructed from the proceeds of road and bridge taxes previously levied under said law.

Sec. 2. **Unexpended balances.**—That in the event that the county board in any such county shall have heretofore levied or collected moneys under said law, not exceeding three-fourths of the unexpended balance thereof, on hand or in process of collection, shall be paid into the treasury of the unorganized school territory of said county, to be used by the county board of education of said unorganized school territory for building purposes as it shall deem advisable, and not exceeding one-fourth of said unexpended balance may be expended by the county board of said county for road and bridge improvements in unorganized townships where roads have heretofore been constructed, or for the improvement of lakes and streams in the townships where said funds were raised by said township road and bridge levy, all as the county board of said county shall determine by resolution to be for the best interests of the taxpayers of the townships in which said road and bridge money was raised.

Sec. 3. This act shall take effect and be in force from and after its passage.

Approved April 1, 1931.

CHAPTER 112—H. F. No. 1118

An act to authorize cities of second class in the State of Minnesota not operating under a Home Rule Charter to issue bonds for the purpose of providing additional school buildings, grounds and equipment therefor.

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

Section 1. **Cities of second class may issue bonds for school buildings.**—That in any city of the second class in the State of Minnesota and not operating under a Home Rule Charter, the Board of Education is hereby authorized and empowered to issue and sell

bonds of said City to an amount not exceeding \$100,000.00 for the purpose of providing funds for the erection or replacement of school buildings and to provide equipment, heating and lighting apparatus and other necessary equipment for the same and to secure additional grounds if required for a site for such building, providing, such issue shall have been authorized or may be authorized by a vote of a majority of the electors of such city voting upon such proposition providing for the issuance of an aggregate amount of bonds for such purpose within a period of two years just preceeding such issuance.

Sec. 2. Bonds—denomination—rate of interest.—Such bonds shall be of the denomination of \$1,000.00 each and shall bear interest to be represented by coupons attached thereto at the lowest attainable rate, not to exceed four and one-half percent, per annum, payable semi-annually. The principal thereof shall be made to mature and fall due at such different times and in such amounts as said Board may prescribe, providing however that all of the said bonds shall be made to mature and fall due at or before five years from the date of issuance thereof. Said bonds and the coupons attached thereto shall be signed severally by the President and the Clerk of said Board and drawn payable to bearer, and shall have the seal of said Board affixed thereto.

Sec. 3. Shall not be sold for less than par.—Such bonds shall not be sold at less than their par value, and the proceeds arising from their sale shall be deposited with the city treasurer and held subject to the order of said board for application to the purposes for which the bonds were issued. The full faith and credit of each such city shall be pledged and all of the taxable property in each such city shall be liable for the payment of the principal and interest of said bonds when issued. Provided, however, that no bonds shall be issued under this act if such issue shall make the total indebtedness of said city aggregate more than ten percent of the assessed valuation of such city according to the last preceeding assessment.

Sec. 4. Tax levy to retire.—When any of the bonds herein authorized shall have been issued and sold as above provided, it shall thereafter be the duty of the board of education to provide for and secure the levy of an annual tax of such amount as may be necessary to pay the principal and interest of such bonds as the same become due, and such annual tax shall be certified, levied and collected in the same manner as other school taxes are certified, levied and collected, and when collected shall be paid over to the city treasurer to be applied to the payment of the principal and interest of said bonds and to no other purpose.

Approved April 1, 1931.