

tion thereof may be at private sale by popular subscriptions or otherwise, as the county board may by its resolution determine to be in the public interest, in such denominations, not less than \$100.00 nor more than \$1,000.00 each, and with such date or dates of maturities, and at such rate of interest, not exceeding six per cent per annum, payable semi-annually, as shall be fixed by said county board, by resolution duly adopted.

Sec. 2. This act shall take effect and be in force from and after its passage.

Approved April 21, 1933.

CHAPTER 388—S. F. No. 1739

An act to appropriate the sum of \$47,000 from monies not otherwise appropriated from the State Treasury for the purpose of installing a State-owned automatic telephone system.

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

Section 1. Appropriation for state owned telephone system.

—There is hereby appropriated out of all monies not otherwise appropriated from the State Treasury the sum of \$47,000 for the purpose of acquiring and installing a state-owned automatic telephone system to serve the State Capitol, Administration and Historical Society buildings, said monies to be dispensed under the supervision of the Department of Administration and Finance.

Approved April 21, 1933.

CHAPTER 389—S. F. No. 1610

An act authorizing the purchase by the State of certain bonds of municipalities issued under the provisions of Laws 1927, Chapter 331, or Laws 1929, Chapter 351, and amendatory acts; providing for the levy and collection of taxes for the purposes thereof and for the issuance of certificates of indebtedness in anticipation of such taxes.

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

Section 1. State board of investments may purchase certain bonds.—In its discretion the state board of investment is hereby authorized to purchase and take, in the name of the State of Minnesota, within the limitations hereinafter expressed, except as provided in Section 5 hereof, not more than fifty per cent of the bonds heretofore or hereafter issued by any municipality under the provisions of Laws 1927, Chapter 331, and/or Laws 1929, Chapter 351, and acts amendatory thereof. The procedure to that end on the part of the municipality shall substantially comply with the provisions of Mason's Minnesota Statutes, 1927, Sections 1961 to 1968-2, inclusive, so far as applicable and adaptable to the provisions of the act under which said bonds are or were issued; but the requirements of Section 1963 as to maturities and as to limiting the bonds to a percentage of the assessed valuation shall not apply. The bonds issued to the State may bear a lower rate of interest than those sold upon competitive bids; and the municipality may issue new bonds to the State to replace or refund and call in not over fifty per cent of outstanding bonds issued under either of the acts aforesaid.

Sec. 2. State board of investments to investigate loans.—In acting on the application of any municipality for a loan hereunder, the state board of investment shall diligently consider the reasonable safety of the investment, and the fiscal and other conditions bearing thereon, also the importance to the general credit of the State and all its political subdivisions and municipalities of preserving the credit and solvency of the applicant, and shall, when requested, furnish to the municipality such study, advice and supervision with respect to its financial situation and the improvement thereof as are practicable. The funds used for the purchase of bonds hereunder shall be derived as hereinafter provided and not otherwise; and the principal of bonds at any time held by the State, acquired hereunder, shall not exceed the sum of two million dollars.

Sec. 3. State may issue certificates of indebtedness.—When an application for a loan, or any part thereof, shall be approved by the state board of investment, the state auditor, on its request, shall issue and call certificates of indebtedness of the State in an aggregate sum not to exceed the maximum amount to be paid out by the State in completing the purchase contemplated by such application and approval, such certificate to be numbered serially and to be of such denomination and bear such dates of issue and of maturity and bear interest at such rate, not exceeding five per cent per annum, and payable at such intervals, as the State Auditor shall determine; provided none of such certificates of indebtedness shall run beyond a time reasonably feasible for its retirement out of collections on the bonds for the purchase of which it was issued.

The interest on such certificates shall be less, by at least one-fourth of one per cent and not more than one per cent, than the interest on the bonds so purchased by the State. Such certificate shall be so issued from time to time as the proceeds thereof are needed for the taking of the municipal bonds contemplated to be purchased. Said certificates shall be in such form and upon such terms and conditions, not inconsistent with the terms of this act, as the State Auditor shall determine, shall be signed by the Governor and attested by the State Auditor and shall be sold for not less than par. Such certificates may be purchased by the State Board of Investment for the Permanent School Fund, Swamp Land Fund, Internal Improvement Land Fund or any other trust fund of the State of Minnesota, and shall be deemed "authorized securities" within the provisions of Mason's Statutes, 1927, Section 7731, and acts amendatory thereof or supplementary thereto.

Sec. 4. Tax levy to retire certificates.— There is hereby levied for payment in each year in which an instalment or instalments of interest and/or principal of all certificates issued under this act shall become due the aggregate of the same becoming due thereunder for such year, less the amount remaining in the fund applicable thereto at the time of the certification of state taxes payable in such year, after satisfaction of all obligations payable therefrom for the preceding year. The levy so made shall be certified and extended upon the tax rolls for the tax levy payable in each such year, and shall be collected as other state taxes are certified and extended and collected; and the proceeds of such levies, together with the proceeds of collections of interest and principal of municipal bonds purchased by the State hereunder, are hereby appropriated and pledged to the payment of the interest and principal of the certificates of indebtedness issued pursuant to this act.

Sec. 5. May purchase certain county bonds.— The State Board of Investment, in its discretion is also hereby authorized to purchase and take in the name of the State of Minnesota the full issue of bonds of any county in this state in which a game preserve has been created or established by Laws 1929, Chapter 258, or a Reforestation area has been created or established by Laws 1931, Chapter 407, and which bonds are issued under the provisions of Laws of 1929, Chapter 351, as amended by Laws of 1931, Chapter 155; provided that the loan to any one county under this section shall not exceed \$150,000.00. All of the provisions of this act which are applicable to the purchase and taking of bonds as provided in Section 1 of this act shall be applicable to the purchase and taking of bonds under this section.

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

Approved April 21, 1933.

CHAPTER 390—S. F. No. 1748

An act requesting and directing payments to be made out of the Trunk Highway Fund to compensate and reimburse persons, counties and villages for expenses incurred and property damaged in the location, construction, reconstruction and maintenance of the Trunk Highway System including a certain refund for certified check put up on bid and not used and reimbursement for erection of an armory and payment of judgment rendered against former Commissioner of Highways.

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

Section 1. **Commissioner of highways to reimburse for certain injuries and claims.**—That the Commissioner of Highways is requested and directed, upon receiving receipt and discharge in full from each of the persons, firms, or corporations hereinafter named for all damages sustained by them in the location, construction, re-construction, improvement and maintenance of the Trunk Highway System, including certain refunds for certified checks put up on bids which were not used and for refund for premium on bond required to be paid on work not covered by contract, reimbursement for erection of an armory and payment of judgment rendered against former commissioner of highways, and to compensate certain employees of the Highway Department for injuries sustained, to pay out of the Trunk Highway Fund to each of the persons, firms or corporations hereinafter named the sums herein set opposite the respective names of each of said persons, firms or corporations respectively as follows, to-wit:

Sec. 2. To reimburse the Village of Hopkins for cost of improving, constructing and maintaining Route No. 12 within the corporate limits of said village during the year 1920 . . . \$14,000.00

Sec. 3. To reimburse the Village of St. Paul Park for moneys paid by said village in aid of the erection of an armory in said village, said armory now being the property of the Highway Department . . . \$1,910.42

Sec. 4. To reimburse the County of Wabasha for the cost of improving and constructing a public highway within the corporate