

interest; or, are payable on a regular amortization basis in equal instalments, including principal and interest, such instalments to be payable monthly in such amounts that the debt will be fully paid in not to exceed 20 years if the security is non-agricultural real estate, and such instalments to be payable annually or semiannually in such amounts that the debt will be fully paid in not to exceed 25 years if the security is agricultural real estate.

(c) Not more than 50 percent of the whole amount of the moneys of the bank shall be so loaned and such investments shall be made only on report of a committee directed to investigate the same and report its value, according to the judgment of its members, and its report shall be preserved among the bank's records.

Approved April 7, 1953.

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CHAPTER 262—S. F. No. 1133

*An act relating to the limit of indebtedness of certain county boards of education; amending Minnesota Statutes 1949, Section 123.52.*

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

Section 1. Minnesota Statutes 1949, Section 123.52, is amended to read :

**123.52 Unorganized territory, bonds.** The county board of education for unorganized territory in any county in the state is hereby authorized and fully empowered by unanimous vote of such board to issue and sell bonds of such unorganized territory for the purpose of providing school sites, school buildings, and teacherages, for paying any judgment lawfully rendered against it, or for refunding outstanding bonds, or floating indebtedness, in such amounts and at such periods as the board may decide; the bonds to be payable in such amounts and at such times, not exceeding 20 years, as the board may determine, with interest thereon not to exceed six percent per annum, which bonds shall be signed by the chairman and the treasurer of the board and countersigned by the clerk thereof. The total bonded indebtedness of such unorganized territory shall at no time exceed seven and one-half percent of its assessed valuation. Any bonds issued hereunder shall be sold conformable to the provisions of section 475.15. In any county of this state now or hereafter having unorganized territory with an assessed valuation of all taxable real and personal property, including money and credits, of more

than \$1,500,000 and having at any time an area of more than 3,500 square miles, the board of education of such unorganized territory shall have authority, and is hereby empowered, by the unanimous vote of such board, to issue and sell the bonds of such unorganized territory, as above provided. *The total bonded indebtedness of such unorganized territory shall at no time exceed 50 percent of its assessed valuation.* In any county in this state having a population, according to the 1930 federal census, of not more than 16,000, nor less than 15,000, and having not more than 77, nor less than 75, full and fractional congressional townships, and having not more than 2,105, nor less than 2,103, square miles in land area, the board of education of such unorganized territory shall have authority, and is hereby empowered, by the unanimous vote of such board, to issue and sell the bonds of such unorganized territory, as above provided, for the purpose of providing school sites and school buildings, funding or refunding any floating indebtedness or bonds now or hereafter existing as authorized by the provisions of this section, not exceeding 15 percent of the assessed valuation of the unorganized territory, and not exceeding \$350,000 in the aggregate of such bonds. The sale of these bonds shall be conformable to the provisions of section 475.15, or by contracting with the United States government for the purchase of these bonds without calling for bids therefor, and that no bonds shall be authorized or sold under the provisions of sections 123.33 to 123.57, unless notice shall have first been given to the electors of such unorganized school district setting forth the proposal to issue such bonds, the amount thereof, the rate of interest, the maturity dates thereof, and the purpose for which the proceeds of such bonds will be used; and also a description of the project or projects to be undertaken and completed, the estimated cost of each and the estimated total cost, which notice shall be in writing, and signed by the members of the county board of education for unorganized territory and addressed to the electors of such district, and specify the date, time, and place of meeting of the county board of education for unorganized territory when such proposal shall be considered, and published in one issue of three legal newspapers of general circulation in the district. The notice shall require any electors having objections to appear and show cause, if any, why such bonds should not be authorized and sold. The county board of education for unorganized territory at the time and place mentioned in the notice shall hear all objections and thereafter shall decide whether such bonds shall be authorized and sold.

Approved April 7, 1953.

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