CHAPTER 140—S.F.No.1156

[Coded]

An act relating to political subdivisions; authorizing direct loans to cities, counties and towns; amending Minnesota Statutes 1974, Chapter 465, by adding a section.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. Minnesota Statutes 1974, Chapter 465, is amended by adding a section to read:

[465.73] MUNICIPALITIES; FARMERS HOME ADMINISTRATION LOANS; FIRE HALLS OR EQUIPMENT; DIRECT LOANS TO POLITICAL SUBDIVISIONS. For purposes of constructing or acquiring fire halls or fire equipment any city, county or town may borrow up to $100,000 directly from the Farmers Home Administration on a note secured by a mortgage on the real or personal property purchased with the borrowed funds. When the full faith and credit of the city, county or town is irrevocably pledged for the redemption of the note and mortgage, the taxes levied to pay principal and interest thereon shall be considered special levies within the meaning of section 275.50, subdivision 5 (i), and the amount of the obligation shall be included when computing the net debt of the political subdivision. Unless expressly provided otherwise in the mortgage instrument, when a city, county or town borrows on a mortgage and fails to repay all or a part of the mortgage, the agency is confined to the remedy of recovery of the property purchased with the borrowed funds. An election shall be required to authorize the note and mortgage unless the agency is confined to the remedy of recovery of the property.

Sec. 2. This act is effective on the day following final enactment.

Approved April 3, 1976.

CHAPTER 141—S.F.No.1262

An act relating to tax forfeited lands; authorizing the county auditor to grant easements or permits thereon for recreational trails; amending Minnesota Statutes 1974, Section 282.04, Subdivision 4.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. Minnesota Statutes 1974, Section 282.04, Subdivision 4, is amended to read:

Changes or additions indicated by underline deletions by ~~strikeout~~