

fer of ownership or other occurrence upon which this section provides for such filing or delivery.

Sec. 3. Section 1 is effective November 15, 1976, for the vehicle registration year 1977 and subsequent years and section 2 is effective the day following final enactment.

Approved April 9, 1976.

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#### CHAPTER 226—S.F.No.2223

[Not Coded]

*An act relating to local government; authorizing a housing finance program and providing for the issuance of general obligation and revenue bonds to finance the program in the city of Albert Lea; increasing the membership of and providing terms for the housing and redevelopment authority of the city of Rochester.*

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

**Section 1. ALBERT LEA AND ROCHESTER, CITIES OF; HOUSING.** The legislature of the state of Minnesota finds that preservation of the quality of life in a rural city is dependent upon the maintenance, provision, and preservation of an adequate housing stock; that accomplishing this is a public purpose; that there are many housing units in the city of Albert Lea that do not meet the applicable housing codes, some of which can be rehabilitated; that a need exists to provide in a timely fashion affordable housing to persons of low and moderate income existing and expected to reside in the city of Albert Lea; that a need exists for mortgage credit to be made available for new construction; that refinancing existing mortgages will allow owners of housing units which need rehabilitation to take advantage of existing rehabilitation programs; and that many owners, would-be purchasers or providers of housing units are either unable to afford mortgage credit at market rates of interest or to obtain mortgage credit because the mortgage credit at the highest rates permitted by law is not available.

Sec. 2. Subdivision 1. The city of Albert Lea is authorized to develop and administer a program to finance the construction of new and the improvement of existing housing, and the purchase of either, located anywhere within its boundaries, for occupancy primarily by persons of low and moderate income, to achieve the purposes set forth in section 1; provided that in developing this program, the city shall consider:

(a) The availability and affordability of other governmental programs;

(b) The availability and affordability of private market financing

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for rehabilitation and new construction;

(c) Whether refinancing existing mortgages will enable rehabilitation of housing units under a state or local housing rehabilitation program;

(d) The need for rehabilitating housing units acquired from governmental bodies and agencies;

(e) The need for additional mortgage credit to encourage the purchase of rehabilitated housing units from governmental bodies and agencies; and

(f) The need for additional mortgage credit to encourage the purchase of housing units which are located on property which governmental bodies or agencies have acquired and made suitable for housing construction.

Subd. 2. The city council shall, by ordinance, promulgate regulations for this program. Loans shall not be made when the city determines that financing is otherwise available from private lenders upon *terms and conditions which are as favorable as provided by the city in its regulations.*

Subd. 3. To finance the program authorized by this section, the governing body of the city of Albert Lea may, by resolution, authorize, issue, and sell general obligation bonds of the city of Albert Lea in accordance with the provisions of Minnesota Statutes, Chapter 475, provided that notwithstanding any charter provision or any other law to the contrary, no general obligation bonds shall be issued hereunder until approved by a majority of the electors of the city of Albert Lea voting on the question at a general or special election. The total amount of general obligation bonds outstanding for the program provided for in this section at any time shall not exceed \$500,000.

Subd. 4. In establishing the program provided for in this section, the city council shall make every effort to ensure that the revenues generated from the mortgage credit made available are sufficient to retire the bonds issued to finance the program and to provide for the administrative costs of the program.

Sec. 3. Subdivision 1. The city of Albert Lea is authorized to develop and administer a program to finance housing in addition to that authorized in section 2, located anywhere within its boundaries, to achieve the purposes set forth in section 1, on terms and conditions as it determines. The city council shall, by ordinance, promulgate regulations for this program. Loans shall not be made when the city determines that financing is otherwise available from private lenders upon terms and conditions which are as favorable as provided by the city in its regulations.

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Subd. 2. To finance the program authorized by this section, and by section 2, the city council of the city of Albert Lea may, by resolution authorize, issue, and sell revenue bonds or other obligations at public sale, which are payable solely from the revenues of the programs authorized by sections 1 to 4.

Sec. 4. Subdivision 1. In the making or purchase of loans or other securities in furtherance of the programs authorized in sections 2 and 3, and in the issuance of revenue bonds or other obligations pursuant to section 3, the city of Albert Lea may exercise, or may by ordinance authorize an existing agency or an agency created by such ordinance to exercise, within the corporate limits of the city, any of the powers the Minnesota housing finance agency is authorized to exercise under the provisions of Minnesota Statutes, Chapter 462A.

Subd. 2. The city council shall not amend the regulations adopted by ordinance and in effect at the time any bonds or obligations authorized by sections 1 to 4 are issued, to the detriment of the holder of such bonds or obligations.

Sec. 5. Sections 1 to 4 take effect when approved by a majority of the city council of the city of Albert Lea and upon compliance with Minnesota Statutes, Section 645.021.

Sec. 6. **ROCHESTER, CITY OF; HOUSING AND REDEVELOPMENT AUTHORITY; MEMBERS AND TERMS.** Notwithstanding Minnesota Statutes, Section 462.425, Subdivision 5, the housing and redevelopment authority of the city of Rochester shall consist of seven commissioners. The existing terms and present membership of the housing and redevelopment authority shall not be affected, and shall continue as provided by law. The two additional commissioners appointed shall be appointed for initial terms expiring June 1, 1980 and June 1, 1981, respectively.

Sec. 7. **EFFECTIVE DATE.** Sections 6 and 7 shall become effective upon approval by a majority of the governing body of the city of Rochester, and upon compliance with Minnesota Statutes, Section 645.021.

Approved April 9, 1976.

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## CHAPTER 227—S.F.No.2300

[Coded in Part]

*An act relating to livestock sanitation; providing indemnification to owners of condemned cattle by reason of being nonreactors to the brucellosis test, or by reason of being exposed to brucellosis and not eligible for test; authorizing indemnity to owners of grade bulls slaughtered because of certain other dangerous diseases;*

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