

CHAPTER XXXVII.

An Act to authorize the city of Red Wing to issue its bonds to aid the Cannon River Improvement Company in the construction of the improvement by canal and slack water navigation of the Cannon River, from the Mississippi to the Minnesota River, and to apply the proceeds in purchase of paid up stock of said Company.

March 2, 1865.

- SECTION 1. When said city authorized to issue its bonds—at what rate of interest—when payable.
 2. Question of issuing said bonds to be submitted to a vote of the electors of said city.
 3. May levy an annual tax for the payment of the interest on said bonds—how collected.
 4. When act to take effect.

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

SECTION 1. The city of Red Wing may by a vote of a majority of the members of the city council, ratified by a vote of the electors of said city, as hereinafter provided, at any time within two years from and after the first day of April, eighteen hundred and sixty-five, issue its bonds, with interest coupons attached, to an amount not exceeding fifty thousand dollars, bearing interest not exceeding seven per cent. per annum, payable at any time not exceeding ten years from the date thereof, in the city of New York, and pledge the faith of the city for the payment of the interest thereon at the time or times in said bonds or coupons named, and for the payment of the principal at the maturity of said bonds; the proceeds of said bonds, or of any portion of the same which may be issued, to be used to aid the Cannon River Improvement Company in the construction of the improvement of the Cannon river, by canal and slackwater navigation from the Mississippi to the Minnesota river, and to be applied in the purchase of paid up stock of said company, under such limitations and restrictions and in such manner as the city council of the said city of Red Wing may by ordinance impose; said bonds shall express upon their face the precise object for which they shall have been issued.

When authorized to issue bonds—at what rate of interest—when payable.

Question of issuing said bonds to be submitted to a vote of the electors of said city.

SEC. 2. If said city council shall hereafter vote to issue the bonds of said city hereby authorized to be issued, or any portion of the same, pursuant to the authority vested in them by this act, for the purpose herein specified, the proposition to issue said bonds shall be submitted to a vote of the electors of said city at the next annual election of city officers thereafter. In voting for or against said proposition, the words "For the issue of slackwater navigation bonds—yes," or "For the issue of slackwater navigation bonds—no," may be written or printed, or partly written and partly printed upon the ticket of each voter; and if upon an official canvass of said votes, in the manner provided by law for the canvass of votes for city officers, a majority of said voters who shall vote upon said proposition shall be found to have voted in favor of said proposition, the said city council are hereby authorized to issue bonds, as provided by section one of this act.

May levy an annual tax for the payment of the interest on said bonds—how collected.

SEC. 3. Upon the issue of the bonds provided for by this act, or any portion of said bonds, the said city council shall annually, until the maturity and payment of the said bonds, levy a special tax upon the taxable property of the said city, sufficient for the payment of the interest accruing upon said bonds as it matures, and shall annually levy upon said taxable property and cause to be set apart as a sinking fund, certain equal sums, which, with the accrued interest thereon, shall in the aggregate be sufficient for, and shall be applied to the punctual payment of the principal of said bonds at maturity; and all sums of money for the payment of the principal and interest of said bonds, shall be raised as in this section provided, by taxes to be levied as aforesaid, upon the taxable property of said city. Said taxes shall be levied and collected in the usual manner that other city taxes are levied and collected: *Provided*, That the sums of money raised by virtue of the authority conferred by this act shall constitute an inviolable fund for the purpose for which they were raised, and shall never be used for or diverted to any other use or purpose whatever.

SEC. 4. This act shall take effect and be in force from and after its passage.

Approved March 2, 1865.