

CHAPTER 227—H. F. No. 796.

An Act legalizing certain floating indebtedness of villages and authorizing the issue of bonds with which to fund the same.

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

Certain floating indebtedness legalized.—Section 1. Any and all orders heretofore issued by any village in this state for the following purpose or either thereof, to-wit: in payment of the cost in whole or in part of constructing village waterworks or electric light plant or both combined or for the enlargement, improvement, repair or maintenance thereof, which said orders are still outstanding and unpaid, are hereby declared to be lawful floating indebtedness of said village and may be funded by issuing and negotiating the bonds of said village; *provided*, however, that the question of taking up such indebtedness by an issue of such bonds, shall be submitted to the vote of the people of such village in same manner as now provided by law in chapter 10, Revised Laws, 1905, for the issuance of municipal bonds. That such bonds may be issued in any sum not exceeding \$15,000.00, anything in the charter of said village or in any law of this state, which may prohibit the issuing of any bonds in excess of any specific percentage of the taxable property in such village, to the contrary notwithstanding.

Bonds; how issued.—Sec. 2. That such bonds may, at the option of the village council of said village, be issued in the form of coupon bonds or registered bonds, same to be determined by resolution of the village council of said village, setting forth therein the amount of the issue, the denomination and rate of interest, and the date, place and method of payment of principal and interest. *Provided*, that in case any bonds, so issued and sold, be registered, the county auditor of the county in which said village is situated, shall each year thereafter until such bonds and interest are paid, make an annual tax levy for the payment of principal and interest on account of such bonds as the same shall mature. Such tax levy shall be for an amount thirty (30) per cent in excess of the sum to be paid therefrom. When collected, so much of said tax as may be necessary, shall be applied in payment of the principal and interest due on account of said bonds, the remainder shall be credited to the general fund of the municipality. The proceeds from the sale of any such bonds shall be paid over to the village treasurer to be used by him in carrying out the provisions of this act. Any and all surplus shall become a part of the general fund of the municipality.

Provisions of chapter 10, Revised Laws 1905, to govern.—Sec. 3. The provisions of chapter 10, Revised Laws of 1905, shall

apply to and govern the issuance of any such bonds herein provided for except as modified in this act.

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

Approved April 17, 1909.

CHAPTER 228—H. F. No. 1186.

An Act to authorize cities in the State of Minnesota now or hereafter having a population of over 50,000 inhabitants to issue and sell bonds for the purpose of aiding in defraying the expense of investigating and ascertaining a means or source of supply for pure water and constructing and improving water works for the purpose of furnishing such water supply.

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

\$1,000,000 authorized for ascertaining pure water supply source.—Section 1. Any city in this state now or hereafter having a population of over fifty thousand (50,000) inhabitants, in addition to all the powers now possessed by such city, is hereby authorized and empowered, acting by and through the common council or city council of such city, by ordinance duly enacted by an affirmative vote of not less than two-thirds (2-3) of all members elect of such common council or city council, to issue and sell not exceeding one million (1,000,000) dollars par value of the bonds of such city for the purpose of aiding in defraying the expense of investigating and ascertaining a means or source of supply of pure water for such city and constructing and improving waterworks for the purpose of furnishing such water supply therefor.

Bonds issued exclusive of other indebtedness.—Sec. 2. The bonds authorized by section 1. of this act or any portion thereof, may be issued and sold by any such city notwithstanding any limitation contained in the charter of such city or in any law of this state prescribing or fixing any limit upon the bonded indebtedness of such city, and the full faith and credit of any such city shall at all times be pledged for the payment of any bonds issued under this act and for the payment of the current interest thereon, and the common council or city council of such city shall each year include in the tax levy a sufficient amount to provide for the payment of such interest as it accrues and for the accumulation of a sinking fund for the redemption of such bonds at their maturity.

To run for thirty years at four per cent.—Sec. 3. No bond shall be issued by any such city for the purposes hereinabove mentioned to run for a longer term than thirty (30) years or