

CHAPTER 113—S. F. No. 270

An act authorizing the issuance and sale of Trunk Highway Bonds of the State of Minnesota under the provisions of Section 4 of Article 16 of the Constitution of Minnesota.

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

Section 1. **Highway bonds authorized.**—The issuance and sale of bonds by the state of Minnesota under the provisions of section 4 of article 16 of the constitution of Minnesota is hereby authorized in an amount not exceeding the sum of \$10,000,000.00, par value, during the calendar year of 1931, and in an amount not exceeding the sum of \$10,000,000.00, par value, during the calendar year of 1932, or so much of said amounts as can be lawfully issued in each of said years, and the full faith and credit of the state of Minnesota is hereby irrevocably pledged to the payment of the principal of said bonds and the interest thereon. Said bonds shall be issued and sold, on competitive bids after reasonable notice, by a board consisting of the state auditor, the state treasurer and the commissioner of highways, under such rules and regulations and in such form and denominations as said board shall determine, shall be attested by the secretary of state, and shall be sold for not less than par and accrued interest. Such rules may provide for the registration, conversion and exchange of the bonds so issued.

Sec. 2. **Bonds—maturities—rate of interest.**—Of the bonds so issued during the calendar year of 1931, \$1,000,000.00 shall mature in the year 1941 and \$1,000,000.00 shall mature in each year thereafter. Of the bonds so issued during the calendar year of 1932, \$1,000,000.00 shall mature in the year 1934 and \$1,000,000.00 shall mature in each year thereafter. No bond shall be issued for a term exceeding twenty years. Said bonds shall bear interest at a rate not exceeding $4\frac{1}{2}$ per cent per annum, payable semi-annually. The state auditor shall keep a record showing the number, date of issue and date of maturity of each such bond.

Sec. 3. **Disposition of proceeds.**—The proceeds of the sale of said bonds shall be paid into the treasury of the state and credited to the trunk highway fund. Said bonds shall be redeemed and the interest thereon paid from the trunk highway sinking fund.

Approved April 2, 1931.