

CHAPTER 392—H. F. No. 1840

[Not Coded]

An act to enable certain cities now or hereafter having a population of 500,000 or more to borrow money upon certificates of indebtedness in anticipation of receipts of state and federal aids for schools.

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

Section 1. Minneapolis, borrowing in anticipation of state and federal aid for schools. Any city now or hereafter having a population of 500,000 or more, operating under a home rule charter and in which the school district is co-extensive with the territorial limits of the city, may borrow money for the board of education in the manner and subject to the limitations hereinafter set forth in anticipation of receipts of state aids for schools as defined in Minnesota Statutes 1949, Chapter 128, and amendments thereof, and of federal school aids to be distributed by or through the state department of education, but the aggregate of such borrowings remaining unpaid at any time shall never exceed 75 percent of such aids which are receivable by said school district in the calendar year in which the money is borrowed, as estimated and certified by the state commissioner of education.

Sec. 2. Resolution. When requested by a resolution adopted by five-sevenths of the members of the board of education which specifies the amount and purposes for which it deems such borrowing is necessary, the board of estimate and taxation, or similar board of the city, may authorize and effect such borrowing and may issue certificates of indebtedness of the city therefor. Said board shall fix the amount, date, maturity, form, denomination, and other details of such certificates, not inconsistent herewith, and shall fix the date and place for receipt of bids for the purchase thereof, and direct its secretary to give notice thereof.

Sec. 3. Time of payment. All moneys so borrowed shall be due and payable within the calendar year in which borrowed. Future state aid receipts or any other school funds which may become available, shall be applied to the repayment of such money borrowed to the extent necessary to repay such certificates. The full faith and credit of the city shall be pledged to the payment of such certificates. They shall mature not later than the anticipated date of receipt of the aids so anticipated, as estimated by the state commissioner of education, and in no event later than December 31 of the year in which issued. The certificates shall be sold at not less than par, with principal to be paid from state aid receipts and interest payable at

maturity from school funds. Such certificates shall bear interest after maturity until paid at the rate they bore before maturity, and any interest accruing after maturity shall be paid from school funds.

Sec. 4. Certificates of indebtedness, notice of sale. The secretary of the board of estimate and taxation, or similar board, shall give notice of the proposed sale, calling for bids thereon at the time and place so specified, by at least one publication in a daily newspaper published in the city, at least three days before such date of sale. At the time and place so fixed, such certificates may be sold by the president and secretary of said board and by the city treasurer to the bidder who will agree to take the same on the terms most favorable to the city. Such certificates shall be signed in behalf of the city by the president and secretary of said board and countersigned by the city comptroller, and delivered by the city treasurer upon receipt of the purchase price thereof.

Sec. 5. Disbursement of funds. The moneys so received shall be credited to the funds of the board of education, and shall be disbursed solely for the purposes for which such aids are receivable. The purchaser of such certificates shall not be obligated to see to such application of the proceeds.

Approved April 16, 1953.

CHAPTER 393—S. F. No. 575

An act relating to semimonthly payment of wages; amending Minnesota Statutes 1949, Section 181.08 as amended.

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

Section 1. Minnesota Statutes 1949, Section 181.08, as amended by Laws 1951, Chapter 213, Section 2, is amended to read:

181.08 Public service corporations; payment of wages, requirements. All public service corporations doing business within this state are required to pay their employees at least semimonthly the wages earned by them to within 15 days of the date of such payment, unless prevented by inevitable casualty. Such wages less any voluntarily authorized payroll deduction set out in section 181.06 shall be paid in cash, or by checks convertible into cash at full face value thereof, without any service, exchange, discount, float or other charges, at a bank designated by such public service corporation located in any city, village or borough in which the employee to whom the check is issued is employed or into which such employee is re-