

No. 348, S.]

[Published May 29, 1951.]

CHAPTER 262.

AN ACT to amend 67.12 (12) of the statutes, relating to municipal notes.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

67.12 (12) of the statutes is amended to read:

67.12 (12) (a) In addition to the powers heretofore given, any city * * *, *village, township or school district* may borrow money for the acquisition of lands for public purposes, for permanent improvements of lands, for public work or improvement, and the enlargement or extension thereof, or for equipment or machinery or for general and current municipal expenses.

(b) To evidence such indebtedness the city, *village, township or school district* shall issue to the lender its promissory note or notes, payable in equal annual instalments, with interest not exceeding 5 per cent per annum, within a period not exceeding 10 years following the next tax levy, as may be agreed upon.

(c) The lender may grant to the city, *village, township or school district* an extension of time, to be evidenced by an extension note or notes, for payment of any amount unpaid upon such terms and annual instalments as may be agreed upon with interest not exceeding said rate and for up to a like term as the stated term of the note or notes, in the event that the city, *village, township or school district* has not paid the full amount due at the end of the stated term. The notes shall provide that if the city, *village, township or school district* did not borrow money at a lower rate of interest during the year prior to prepayment, the city, *village, township or school district* shall have the right and option to prepay any or all of the unpaid principal and interest at any instalment payment date out of any funds which it may have available for such purpose.

(d) Such notes shall be signed by the same officers as are required by law to sign municipal bonds and shall carry on the face thereof the provisions of the resolution authorizing the same or a digest thereof or a reference to the same so that it can be readily located; and such notes shall be the general obligation of the city, *village, township or school district* issuing them.

(e) Before such loan or any extension note is made, the governing body of such city, *village, township or school district* shall adopt and record a resolution specifying the purpose or purposes of the amount of the loan or of the constituent portions thereof or that the note is an extension note, the annual instalments, the rate of interest, and levying a direct annual tax sufficient to pay each instalment, with interest thereon, as it becomes due and payable. Such resolution shall be adopted by a three-fourths vote of the members elect of such governing body. Such tax for each of such years after receipt of the borrowed money, shall become and continue irrevocable, and shall be carried into the tax rolls of the year preceding the instalment payment year to the extent necessary to pay that instalment payment with interest, and collected as other taxes are collected.

(f) The ~~city comptroller or village clerk or town clerk or school district clerk~~ shall keep, maintain, and preserve an adequate and correct register account of all notes issued and all payments and other transactions relating thereto.

Approved May 23, 1951.
