No. 232, S.]   [Published August 2, 1961.

CHAPTER 319

AN ACT to repeal and recreate 67.11 (2) of the statutes, relating to sinking fund sources and uses.

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

67.11 (2) of the statutes is repealed and recreated to read:

67.11 (2) Proper orders or warrants shall be drawn upon the sinking fund each year to pay interest and principal maturing in such year upon said bonds. Funds shall be provided so that payments to cover principal maturing and interest on such bonds and short-term promissory notes authorized under this chapter shall be made when such principal and interest is due. The funds to provide for such annual payments may be invested in direct obligations of the United States government. The surplus, if any, may be loaned or invested under the direction of the proper governing body, as follows:

(a) In outstanding bonds for the payment of which the sinking fund is required, at any price not exceeding the principal, accrued interest and a premium not to exceed 3 years' interest on such bonds; but no such bonds shall be purchased except on bids received at a fixed time and place, notice of which shall have been given in the official newspaper of such municipality for not less than 2 weeks before the time fixed. If there is no such paper, notice shall be given in such manner as the governing body directs; and such bonds when purchased shall immediately have written on the face thereof a statement, signed by the clerk of such municipality, that the same have been taken up and cannot again be negotiated or made obligatory; and all such bonds shall be deemed paid and extinguished and shall be immediately canceled.

(b) In interest-bearing bonds of the United States.

(c) In any bonds or securities issued under the authority of such municipality, whether the same create a general municipal liability or a liability of the property owners of such municipality for special improvements made therein.

Approved July 28, 1961.