

MAINE STATE LEGISLATURE

The following document is provided by the
LAW AND LEGISLATIVE DIGITAL LIBRARY
at the Maine State Law and Legislative Reference Library
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied
(searchable text may contain some errors and/or omissions)

EIGHTIETH LEGISLATURE

HOUSE

NO. 258

House of Representatives, March 10, 1921.

Reported by Mr. Fagan from Committee on Legal Affairs
and ordered printed under joint rules.

CLYDE R. CHAPMAN, Clerk.

STATE OF MAINE

**IN THE YEAR OF OUR LORD ONE THOUSAND
NINE HUNDRED AND TWENTY-ONE**

AN ACT to Amend Section Sixty-two of Chapter Four of the
Revised Statutes, Relating to Refunding Indebtedness by
Cities and Towns, and Temporary Loans.

Be it enacted by the People of the State of Maine, as follows:

Section sixty-two of chapter four of the revised statutes
2 is hereby amended by changing the period after the word
3 "due" in the fourth line thereof to a comma and by adding
4 after the word "due" in said fourth line thereof the follow-
5 ing words: 'and for any purpose for which the city or town
6 can raise money or incur debt, and may issue and negotiate
7 their notes, to any amount which shall not exceed in the
8 aggregate the total tax levy of the preceding municipal
9 year, for temporary loans to be paid during the year in which

10 they were made, out of the money raised during such cur-
11 rent year by taxes, provided that the vote authorizing such
12 notes states that they are to be paid out of money so raised.'
13 So that the said section as so amended, shall read as follows :

 'Sect. 62. Cities and towns may issue and negotiate their
2 notes, bonds or script for refunding or paying in whole or
3 in part, any indebtedness thereof, which has or may here-
4 after become due, and for any purpose for which the city
5 or town can raise money or incur debt, and may issue and
6 negotiate their notes, to an amount which shall not exceed
7 in the aggregate the total tax levy of the preceding mu-
8 nicipal year, for temporary loans to be paid during the year
9 in which they were made, out of the money raised during
10 such current year by taxes, provided that the vote authoriz-
11 ing such notes states that they are to be paid out of money
12 so raised. If a city or town votes to issue bonds, notes or
13 certificates of indebtedness in accordance with the provi-
14 sions of law, the officers authorized to issue the same may,
15 in the name of such city or town, make a temporary loan
16 for a period of not more than one year in anticipation of
17 the money to be derived from the sale of such bonds, notes
18 or certificates of indebtedness and may issue notes therefor;
19 but the time within which such securities shall become due
20 and payable shall not be extended by reason of the making
21 of such temporary loan beyond the time fixed in the vote
22 authorizing the issue of such bonds, notes or certificates of
23 indebtedness; and notes issued under the provisions of this

24 section for a shorter period than one year may be refunded
25 by the issue of other notes maturing within the required
26 period; provided, however, that the period from the date
27 of issue of the original loan and the date of maturity of
28 the refunding loan shall be not more than one year; and
29 provided, further, that no notes shall be refunded under
30 the provisions of this section except under the authority of
31 such vote as is required for the original borrowing.'