

to levy an annual tax of fifty cents on each one hundred dollars of assessed property, for the purposes mentioned. After any of the bonds have been sold, and until all have been redeemed, the Council are required to levy an annual tax sufficient to pay the interest that may each year accrue. If there should be no money to the credit of the Interest Fund, the Council is required to transfer an amount from any other fund, except the School Fund, for the purpose of paying whatever interest may be due upon the bonds issued. The Council may also levy an annual tax, not to exceed ten cents on each one hundred dollars, for the purpose of redeeming bonds. In the year 1880 the Council is required to levy a tax sufficient to redeem one-half the bonds then outstanding; and in the year 1882 they shall levy a tax sufficient for the redemption of the remainder.

School Bonds.—By an Act of the Legislature, approved March 13th, 1868, the City Council was authorized to issue and sell bonds to an amount not exceeding \$50,000, payable at any time within ten years, to bear interest at a rate not to exceed ten per cent. per annum, payable on the second day of January of each year. The bonds are to be in sums of not less than \$100 or more than \$500 each, and must have coupons attached, signed by the Mayor and City Treasurer. The bonds can be sold by the Council at any meeting at par; otherwise, sealed proposals must be advertised for; but no bonds shall be sold for less than ninety cents, in gold, upon the par value. The proceeds of the sale of these bonds are to be paid into the City Treasury and placed to the credit of the School Fund. Such money shall be used for the sole purpose of procuring land and erecting school houses; but no portion shall be expended without the consent of four members of the Council and four members of the Board of Education. After any of these bonds are sold, and until all bonds sold under this Act are redeemed, the Council is required to levy a tax upon city property sufficient to pay the interest upon the outstanding bonds. Any surplus money shall be applied to the redemption of bonds. The Coun-