

Subject Duration limits on the debt of political subdivisions

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Overview

This bill would allow various political subdivisions to issue notes, certificates of indebtedness, and general obligation certificates that would be payable in 20 years. Under current law, these debts must be payable in ten years.

Summary

Section	Description
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| 1 | Purchase of certain equipment.
For general obligation certificates of indebtedness or capital notes issued by a school district, extends the period in which the certificates or notes must be payable from ten years to 20 years. |
| 2 | Certificates of indebtedness.
For certificates of indebtedness issued by a town, extends the period in which the certificates must be payable from ten years to 20 years. |
| 3 | Capital notes.
For capital notes issued by a county, extends the period in which the notes must be payable from ten years to 20 years. |
| 4 | Equipment acquisition; capital notes.
For capital notes issued by Hennepin County, extends the period in which the notes must be payable from ten years to 20 years. |
| 5 | Cities may issue capital notes for capital equipment.
For capital notes issued by a home rule charter city, extends the period in which the notes must be payable from ten years to 20 years. |

Section	Description
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6	<p>Financing purchase of certain equipment.</p> <p>For certificates of indebtedness or capital notes issued by a statutory city, extends the period in which the certificates or notes must be payable from ten years to 20 years.</p>
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