

of the proceeds thereof the principal of the said bonds which will become due in the year 1927.

SEC. 3. *And be it further enacted*, That the bonds hereby authorized shall be known as the "Refunding and General Improvement Bonds authorized by the Legislature of 1927," and they shall be dated as of the date of their issue. They shall be sealed with the seal of the said town, signed by the Mayor and countersigned by the Treasurer, and shall bear interest not exceeding six per centum per annum, payable semi-annually.

SEC. 4. *And be it further enacted*, That the bonds hereby authorized to be issued shall be exempt from State, county and municipal taxation.

SEC. 5. *And be it further enacted*, That the bonds hereby authorized shall be issued so that Five Hundred Dollars (\$500.00) worth of them shall mature at the end of the third year after the date of their issue and Five Hundred Dollars (\$500.00) more of them shall mature at the end of each succeeding year until the whole issue shall have been retired.

SEC. 6. *And be it further enacted*, That the bonds issued hereunder shall be the direct obligation of the said town, and the said town shall be responsible for the payment therefor. That for the purpose of redeeming said bonds and paying the interest thereon, the Mayor and Common Council are hereby authorized and directed to levy on all property situated in the town limits of said town such a sum as may be necessary to pay the interest on said bonds and to create a sinking fund sufficient to pay all of said bonds as they mature, said tax herein authorized to be in addition to all taxes now authorized by law. The said sinking fund to be kept separate from all other town funds and used for no other purpose than for the payment of said bonds.

SEC. 7. *And be it further enacted*, That the Mayor and Common Council shall pay out of the proceeds of the bonds hereby authorized the principal of the bonds of the said town which will become due in the year 1927, and the cost or costs of such general improvement or improvements in the said town as they, in the exercise of their judgment, have deemed it necessary to issue the bonds for.

SEC. 8. *And be it further enacted*, That this Act shall take effect June 1, 1927.

Approved February 17, 1927.