

NORTH CAROLINA GENERAL ASSEMBLY
1961 SESSION

CHAPTER 601
HOUSE BILL 233

1 AN ACT TO DECREASE THE AMOUNT OF ANNUAL INSTALLMENTS OF PRINCIPAL
2 THAT SHALL BECOME DUE UPON ASSESSMENT ANTICIPATION NOTES IN
3 ORDER TO ENCOURAGE A LARGER PARTICIPATION IN THE PRESERVATION
4 OF SOIL AND LAND BY DRAINAGE DISTRICTS.
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6 The General Assembly of North Carolina do enact:
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8 **Section 1.** G.S. 156-97, as the same appears in the Supplement to the General
9 Statutes of North Carolina of 1959, is hereby amended by striking out all of said Section except
10 the first sentence thereof and by rewriting the balance of said Section to read as follows:

11 "Bonds issued by the Board of Drainage Commissioners shall comply with the following
12 provisions: (1) the bonds shall be serial bonds; (2) the denomination of the bonds shall be not
13 less than one hundred dollars (\$100.00) nor more than one thousand dollars (\$1,000.00); (3) the
14 interest upon said bonds shall not be more than six per cent per annum, from the date of issue
15 and payable semianually; (4) the first annual installment of principal shall fall due not less than
16 three years nor more than six years after the date of the bonds; (5) each annual installment of
17 principal shall be not less than two per cent nor more than ten per cent of the total bonds
18 authorized; (6) if the total amount of bonds to be issued does not exceed ten per cent of the total
19 amount of the assessment, the board of commissioners may, in their discretion, not issue any
20 bonds and in lieu thereof issue assessment anticipation bonds which shall mature over a period
21 of not less than four nor more than ten years and shall be payable in equal annual installments.
22 The interest rate on said assessment anticipation bonds shall not be more than six per cent per
23 annum; (7) the board of commissioners may issue bond anticipation note or notes to be
24 redeemed and paid upon the sale and delivery of bonds herein provided for. If such bond
25 anticipation note or notes are issued, at the discretion of the commissioners, such may be done
26 after the bonds have been sold and prior to the printing and delivery of said bonds and must be
27 paid from the proceeds of said bonds when delivered."

28 **Sec. 2.** Amend G.S. 156-98 by adding after the word "bonds" and before the word
29 "authorized" in the first line of said Section the following: "and notes".

30 **Sec. 3.** Amend G.S. 156-97.1, as the same appears in the Supplement to the General
31 Statutes of North Carolina of 1959, by striking out the word "ten" following the word "than"
32 and preceding the word "per" in the fifth line from the bottom of said Section, and by inserting
33 in lieu thereof the word "two".

34 **Sec. 4.** All laws and clauses of laws in conflict with this Act are hereby repealed.

35 **Sec. 5.** This Act shall be in full force and effect from and after its ratification.

36 In the General Assembly read three times and ratified, this the 2nd day of June,
37 1961.