

revenue bonds. Said bonds shall be registered in the office of the secretary or clerk of the authority issuing the same and in the office of the state auditor and shall not be offered for sale to the state school fund commission.

(c) The authority may issue the industrial revenue bonds of the authority, such bonds to be issued in the manner and under and in accordance with the terms and provisions of K.S.A. 12-1740 to 12-1749, inclusive, and any acts relating to the subjects of such act, and all amendments thereof.

(d) The authority may issue its no-fund warrants under the conditions and in the manner provided by law for the issuance of no-fund warrants by cities of the first class.

(e) The bonds, warrants, and other obligations and liabilities of the authority shall not constitute any debt or liability of the state of Kansas or of the city which established and created the authority, and neither the state nor the city shall be liable thereon.

SEC. 10. All contracts, leases, agreements, books and records of the authority shall constitute public books and records and shall be available for examination by the city and any of its officers, employees and agents during normal business hours. The authority shall cause an audit of its books and records to be conducted at least annually, by an independent certified public accountant and the city shall be furnished copies of the report of such examination.

SEC. 11. An authority created and established by a city may be dissolved at any time by such city by adoption of an appropriate ordinance effecting a dissolution thereof: *Provided, however,* That the authority established hereunder shall continue for a period of not less than ten (10) years: *Provided further, however,* That an authority established hereunder shall not be dissolved until all of its liabilities, bonds and other valid indebtedness have been paid in full or have been otherwise discharged: *Provided further, however,* That upon such dissolution the city shall acquire the property of the authority subject to any leases or agreements duly and validly made by the authority.

SEC. 12. If any section, clause or provision of this act shall be declared unconstitutional, the decision shall affect only the section, clause or provision so declared to be unconstitutional and shall not affect any other section, clause or provision of this act.

SEC. 13. This act shall take effect and be in force from and after its publication in the official state paper.

Approved April 9, 1965.

Published in the official state paper April 16, 1965.

CHAPTER 422—ESTABLISHMENT OF SCHILLING INSTITUTE

House Bill No. 1101

AN ACT Providing for the establishment of Schilling institute under the state education authority therein created; providing certain powers and duties.

Be it enacted by the Legislature of the State of Kansas:

SECTION 1. This act shall be known and may be cited as the "state education authority act."

SEC. 2. As used in this act unless the context otherwise requires:

(a) The term "state authority" means the state education authority established by this act.