- amended by striking from each the word "crime" and by inserting in each section, in lieu of said stricken word, the word "felony".
- SEC. 2. That there is enacted and the editor of the code is directed 3
- to insert immediately following section eighty-two hundred ninety-four (8294), code, 1927, the following section:

 "8294-d1. Place of imprisonment. The imprisonment referred to in the seven preceding sections shall be in the penitentiary or men's or women's reformatory as the case may be" 5 or women's reformatory, as the case may be.

House File No. 212. Approved March 26, 1931.

CHAPTER 191

PIPE LINES

AN ACT to provide for the licensing of pipe line companies engaged in the business of owning or operating lines for the transportation or transmission of gas, gasoline, oils, or motor fuels within or through this state; providing a permit fee and an annual occupation tax therefor; providing for the regulation of the construction, location and inspection of pipe lines; providing for the right of eminent domain and regulating the use of such right; providing that the board of railroad commissioners shall have supervision over pipe lines, and providing for the fixing of property security and responsibility by pipe line companies for the protection of persons sustaining damage by them; fixing jurisdiction in the district court of the county where any controversy arises involving said pipe lines, and providing a method of service of notice of suit against pipe line companies; and amending section forty-eight hundred fifty-eight (4858), of the code, 1927, relating to grants for the use of highways by certain pipe lines outside of cities and towns.

Be it enacted by the General Assembly of the State of Iowa:

- SECTION 1. "Pipe line company" insofar as this act is concerned, shall include and mean any person, firm, co-partnership, association, corporation or syndicate engaged in or organized for the purpose of owning pipe lines for the transportation or transmission of gas, gasoline, oils or motor fuels within or through this state, or, for the purpose of engaging in the transportation or transmitting of gas, gasoline, oils or motor fuels in or through pipe lines within or through this state.
- SEC. 2. No pipe line company shall construct, maintain or operate any pipe line or lines outside of cities and towns under, along, over or across any public highway, grounds, waters or streams of this state without procuring from the board of railroad commissioners a permit granting permission so to do.
- SEC. 3. Any pipe line company authorized to engage in business in this state before engaging in its said business in this state shall file with the board of railroad commissioners its verified petition asking for a permit to construct, maintain and operate its pipe line or lines along, over or across the public highways, grounds, waters and streams of this state or the lands of any person, company, or corporation and to acquire the necessary interests in real estate for such purposes.
- SEC. 4. Said petition shall state:

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(a) The name of the individual, firm, corporation, company or association asking for said permit.

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- (b) The applicant's principal office and place of business.
- (c) The route of said proposed line or lines, together with a map thereof.
- (d) A general description of the public highways, grounds and waters and private lands along, over or across which said proposed line or lines will pass.
- (e) The specifications and manner of construction of said line or lines.
 - (f) The maximum capacity of said line or lines.
- (g) The maximum pressure under which it is proposed to transport gas in said line or lines.
- SEC. 5. Upon the filing of said petition the board of railroad commissioners shall fix a date for hearing thereon and shall cause notice thereof to be published in some newspaper of general circulation in each county through which said proposed line or lines will extend; said notice to be published for two (2) consecutive weeks. Said hearing shall be not less than ten (10) days nor more than thirty (30) days from the date of the last publication and shall be held in the office of said board of railroad commissioners.
- SEC. 6. Any person, corporation, company, city or town whose rights or interests may be affected by said pipe line or lines may file written objections to said proposed pipe line or lines or to the granting of said permit but all such objections shall be on file in the office of said board of railroad commissioners not less than five (5) days before the date of hearing on said application but said board of railroad commissioners may permit the filing of said objections later than five (5) days before said hearing, in which event the applicant must be granted a reasonable time to meet said objections. The said board of railroad commissioners may examine the proposed route of said pipe line or lines or may cause such examination to be made by an engineer selected by it. At said hearing the said board of railroad commissioners shall consider said petition and any objections filed thereto and may in its discretion hear such testimony as may aid it in determining the propriety of granting such permit. It may grant such permit in whole or in part upon such terms, conditions and restrictions as to location and route as may be determined by it to be just and proper. Applicant shall pay all costs and expenses of said proceeding including the cost of publishing notice of hearing on said application, and upon the granting of said permit the said applicant shall pay to said board of railroad commissioners a permit fee of \$1.00 per mile, or any fraction thereof, for each inch of diameter of such pipe line located in the state of Iowa at the time said permit is granted and a like sum for any pipe lines thereafter constructed under permit and by authority of said board of railroad commissioners under the provisions of this act. And every such pipe line company shall for the privilege and right to use or cross any of the public properties referred to in this act, and for the right to operate in the state of Iowa, pay an annual license fee in the sum of fifty cents per mile of pipe line or fraction thereof, for each inch of diameter of such pipe line located in the state of Iowa, said license fee to be paid for the calendar year in advance and before January first of that year, to

the board of railroad commissioners. Said fee, when collected, shall be paid by said board of railroad commissioners to the state treasurer for the use and benefit of the general fund of the state. The said board of railroad commissioners shall have full authority and power to promulgate such rules and regulations as it deems proper and expedient to insure the orderly conduct of the hearings herein provided for.

- SEC. 7. The said board of railroad commissioners shall cause to be prepared a uniform blank form of permit which shall provide a space for a general description of the improvement authorized thereby, the name and address of the pipe line company to whom said permit is granted and the terms and conditions upon which it is granted. Said permit shall be signed by the chairman of the board of railroad commissioners and the official seal of said board shall be attached thereto.
- SEC. 8. No exclusive right shall ever be granted to any pipe line company to construct, maintain and operate its pipe line or lines along, over or across any public highway, grounds or waters and no such permit shall ever be granted for a longer period than twenty-five (25) years.
- SEC. 9. When any such pipe line or lines are sold, either voluntarily or by judicial sale, such transfer shall carry with it the permit under which it is owned, maintained or operated. If a transfer of such permit is made before the improvement for which it was issued is constructed in whole or in part such transfer shall not be effective until the person, company or corporation to whom it was issued shall file in the office of said board of railroad commissioners a notice in writing stating the date of such transfer and the name and address of said transferee.
- SEC. 10. The board of railroad commissioners shall keep a record of all permits granted and issued by it, showing when and to whom issued with a general statement of the location and route of said pipe line or lines covered thereby. When any transfer of such permit has been made as provided in this chapter the said board shall also note upon its record the date of such transfer and the name and address of such transferee.
- SEC. 11. Any pipe line company obtaining a permit as in this act provided or operating under one shall be conclusively presumed to have accepted the provisions thereof and all laws relating to the regulation, supervision or control thereof which are now in force or which may hereafter be enacted and to have consented to such reasonable regulation as said commission may from time to time prescribe. And any pipe line company accepting and operating under such permit or franchise shall be deemed to have thereby consented that the state of Iowa may levy and impose such general property taxes and/or taxes on gross receipts and/or taxes on net income as the general assembly may hereafter prescribe.
- SEC. 12. Any pipe line company owning a permit granted under this act desiring to acquire an extension of such permit may petition the

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board in the same manner provided for the granting of such permit
 and the same proceeding shall be had as on an original application.

SEC. 13. Any pipe line company having secured a permit as in this act provided shall thereupon be vested with the right of eminent domain to such extent as may be necessary and as prescribed and approved by said board of railroad commissioners, not exceeding seventyfive (75) feet in width for right-of-way and not exceeding one (1) acre in any one location in addition to right-of-way for the location of pumps, pressure apparatus or other stations or equipment necessary to the proper operation of its said pipe line or lines. If agreement cannot be made with the private owner of lands as to damages caused by the construction of said pipe line the same proceedings shall be taken as provided for taking private property for works of internal improvement. Provided, however, that nothing in this act shall authorize the construction of a pipe line longitudinally on, over or under any public highway or railroad right-of-way without the consent of the public authority having control and supervision over the public highway or the railway company's consent, as the case may be, nor shall any provision of this act authorize or give the right of condemnation or eminent domain for any such purposes.

SEC. 14. Pipe line companies operating pipe lines shall have reasonable access to the same for the purpose of constructing, reconstructing, enlarging, repairing or locating its pipes, pumps, pressure apparatus or other stations, devices or equipment used in or upon such line but shall pay to the owner of such lands for the right of entry thereon and the owner of crops thereon all damages caused by entering, using or occupying said lands for said purposes; and shall pay to the owner or owners of such lands all damages caused after the completion of construction of said pipe line on account of wash or erosion of the soil at or along the location of said pipe line by reason of the construction thereof upon said lands on account of the settling of the soil along and above said pipe line, provided however that nothing herein contained shall prevent the execution of an agreement between the pipe line company and the owner of said land or crops with reference to the use thereof. Before any permit is granted under the provisions of this act the applicant must satisfy the board of railroad commissioners that the applicant has or will have within a reasonable time, property within this state other than pipe lines, subject to execution of a value in excess of \$50,000.00, or said applicant must file and maintain with said board a surety bond in the penal sum of \$50,-000.00 with surety approved by the board, conditioned that said aplicant will pay any and all damages legally recovered against it growing out of the operation of its said pipe line in the state of Iowa. Provided, however, when such pipe line company deposits with said board of railroad commissioners security satisfactory to said board as a guaranty for the payment of said damages, or furnishes to said board satisfactory proofs of its solvency and financial ability to pay said damages, the said pipe line company shall be relieved of the said provisions requiring bond. And in all cases arising under this act, the district court of any county, through which said pipe line company is located, shall have jurisdiction; and service of original notice on the

32 pipe line company therein shall be had and made upon the chairman 33 of the board of railroad commissioners.

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SEC. 15. The board of railroad commissioners shall have general supervision of all pipe lines in the state and shall from time to time inspect and examine into the condition of said pipe lines and whenever said board shall determine that any pipe line or any apparatus, device or equipment used in connection therewith is unsafe and dangerous it shall immediately in writing notify said pipe line company operating said pipe line, device, apparatus or other equipment to repair or replace any defective or unsafe part or portion of said pipe line, device, apparatus or equipment. If said pipe line company fails to obey said order within a time prescribed by said board the said board may commence an equitable action in the district court of the county where said defective, unsafe or dangerous portion of said pipe line, device, apparatus or equipment is located to compel compliance with its said order. If, after due trial of said action the court finds that said order is reasonable, equitable and just, it shall decree a mandatory injunction compelling obedience to and compliance with said order and may grant such other relief as may be just and proper. Appeal from said decree may be taken in the same manner as in other actions.

SEC. 16. No pipe line shall be constructed except by agreement within two hundred (200) feet of any dwelling house or other building except where said pipe line passes along a public highway or is located alongside or parallel with the right-of-way of any railway company.

SEC. 17. That the law as it appears in section forty-eight hundred fifty-eight (4858) of the code, 1927, be and the same is hereby amended by striking the period (.) at the end of line six (6) thereof, and by inserting at the end of said line six (6) the following:

"to local municipal distributing plants or companies, but not to pipe line companies. This section shall not apply to or include pipe line companies required to obtain a license from the state board of railroad commissioners."

SEC. 18. This act being deemed of immediate importance shall be in full force and effect from and after its publication in the What Cheer Patriot, a newspaper published at What Cheer, Iowa, and in the Monroe Mirror, a newspaper published at Monroe, Iowa.

Senate File No. 264. Approved April 30, 1931.

I hereby certify that the foregoing act was published in the What Cheer Patriot May 7, 1931, and in the Monroe Mirror May 7, 1931.

G. C. Greenwalt, Secretary of State.