

Sec. 4. NEW SECTION. 76.18 TAX-EXEMPT COVENANT.

A public issuer of bonds or other debt obligations may covenant that the issuer will comply with requirements or limitations imposed by the Internal Revenue Code to preserve the tax exemption of interest payable on the bonds or obligations and may carry out and perform other covenants, including but not limited to, the payment of any amounts required to be paid by the issuer to the United States government.

Sec. 5. Section 403.17, subsection 10, Code 1987, is amended by adding the following new lettered paragraph:

NEW LETTERED PARAGRAPH. h. Expenditure of proceeds of bonds issued before October 7, 1986, for the construction of parking facilities on city blocks adjacent to an urban renewal area.

Sec. 6. Section 74A.5, Code 1987, is repealed.

Approved May 4, 1987

CHAPTER 105

COUNTY, CITY, AND CITY UTILITY INVESTMENTS

H.F. 324

AN ACT authorizing the joint investment of funds by counties, cities, and city utilities.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Section 331.555, Code 1987, is amended by adding the following new subsection:

NEW SUBSECTION. 6. The treasurer shall keep all funds invested to the extent practicable and may invest the funds jointly with one or more counties, cities, or city utilities pursuant to a joint investment agreement.

Sec. 2. NEW SECTION. 384.21 JOINT INVESTMENT OF FUNDS.

A city or a city utility board shall keep all funds invested to the extent practicable and may invest the funds jointly with one or more cities, utility boards, or counties pursuant to a joint investment agreement.

Sec. 3. Section 452.10, unnumbered paragraph 3, Code 1987, is amended by striking the unnumbered paragraph.

Approved May 5, 1987