A BILL

A BILL FOR AN ACT TO REPEAL SECTION TWENTY-EIGHT HUNDRED AND TWELVE (2812) OF THE CODE; SECTION ONE (1) OF CHAPTER NINETY-FIVE (95) OF THE ACTS OF THE TWENTY-SEVENTH GENERAL ASSEMBLY AND CHAPTER ONE HUNDRED AND FORTY-TWO (142) OF THE ACTS OF THE TWENTY-EIGHTH GENERAL ASSEMBLY AND TO ENACT A SUBSTITUTE THEREFOR, PROVIDING FOR THE ISSUANCE OF SCHOOL BONDS.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. That section twenty-eight hundred and twelve (2812) of the code; section one
2 (1) of chapter ninety-five (95) of the acts of the Twenty-seventh General Assembly and chapter
3 one hundred and forty-two (142) of the acts of the Twenty-eighth General Assembly be and the
4 same is hereby repealed.

Sec. 2. BONDS.—The board of directors of any school corporation may issue bonds in its
2 name to pay any judgment against it, or any indebtedness under bonds lawfully issued and
3 redeemable by their terms, to be known as school funding bonds. The board may also issue
4 bonds to be known as school tax funding bonds to the extent of any uncollected school house
5 tax duly authorized by the voters, to be paid out of said tax when said tax is collected. All
6 of said bonds to be authorized by resolution of the board. The board may also, when author-
7 ized by the voters, issue bonds to be known as school building bonds for the purpose of provid-
8 ing funds for the erection, completion or improvement of school houses, and the purchase of
9 sites therefor. Each of such classes of bonds shall be substantially in the form provided for
10 county bonds, but subject to changes that will conform them to the action of the board provid-
11 ing therefor, shall not run more than ten years, be in denominations of not more than
12 one thousand nor less than one hundred dollars, and bear a rate of interest not exceed-
13 ing six per cent per annum, payable semi-annually to be signed by the president and counter-
14 signed by the secretary, and shall not be disposed of for less than par value, nor issued for
15 other purposes than in this section provided. They shall be payable, respectively, at the

16 pleasure of such corporation at any time after the expiration of five years, but may be sooner
17 paid if so nominated in the bonds, be registered in the office of the county auditor, numbered
18 consecutively, and redeemable in the order of their issuance. Upon being issued they shall
19 be delivered to the treasurer thereof, the president taking receipt therefor, and thereupon the
20 treasurer shall stand charged on his official bond with their amount. He shall sell the bonds
21 for not less than par value and apply the proceeds thereof in payment of outstanding indebt-
22 edness, and for no other purpose than in this act authorized, or he may exchange the new
23 bonds for outstanding bonds without discount, the cost of engraving and printing the bonds
24 to be paid out of the contingent fund. The treasurer shall keep a record of the name and post-
25 office address of all persons to whom bonds are sold. The provisions relating to payment of
26 county bonds and notice to the owner thereof shall also apply to school bonds issued under
27 this act.