

February 21, 1967
Place On Calendar
Education 3-1-67, Pass 3/27

House File 216
By COMMITTEE ON HIGHER
EDUCATION

Passed House, Date 2-24-67 Passed Senate, Date 5-11-67
Vote: Ayes 107 Nays 3 Vote: Ayes 41 Nays 0
Approved May 25, 1967

A BILL FOR

An Act relating to educational laboratory schools.

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

1 Section 1. Chapter two hundred sixty-five (265), Code 1966,
2 is hereby amended by adding thereto the following new section:
3 "The obligations of any school district on any contract
4 between it and the state board of regents entered into
5 pursuant to this chapter shall be payable only out of current
6 receipts from taxes, tuition or other income available
7 therefor each year, and shall not constitute a debt for the
8 purposes of any statutory or constitutional provision limiting
9 the obligations said school district may incur."

EXPLANATION

In negotiating with the Iowa City School Board for a contract, it was found that the obligation for the tuition payments for a long term of years would be sufficient to nullify the project if the tuition obligation was considered for debt limit purposes. Bonding attorneys felt that under the existing statute such would be the interpretation, or at least it would create enough doubt so that the bond issues necessary under their existing program would be curtailed and limited to such an extent that they could not go into the laboratory school contract. The above bill was drawn to exclude the tuition obligations as part of the debt limit consideration.