

March 17, 1967

Passed on File

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Senate File 595

By BRILES

Passed Senate, Date 5-11-67 Passed House, Date 6-1-67

Vote: Ayes 49 Nays 0 Vote: Ayes 98 Nays 1

Approved June 14, 1967

A BILL FOR

An Act to legalize and validate the proceedings of the town council of the town of Lenox, in Taylor county, Iowa, authorizing and providing for the execution of a contract for the purchase of natural gas and declaring said contract to be a legal, valid, and enforceable obligation of said town according to its terms.

WHEREAS, it appears from the records of the town council of the town of Lenox, in Taylor county, Iowa, that pursuant to resolution the town council of said town has authorized the mayor and town clerk of said town to execute and enter into a contract for and on behalf of said town with the Natural Gas Pipeline Company of America, providing for the purchase by said town of natural gas for distribution through its municipal gasworks and for resale to other municipalities; and

WHEREAS, pursuant to and in accordance with said resolution the town of Lenox, Iowa, acting by and through its mayor and town clerk, has executed and entered into a contract with the Natural Gas Pipeline Company of America providing for the purchase of natural gas by said town from the Natural Gas Pipeline Company of America, payment for the gas supplied thereunder to be made solely from revenues to be derived from the operation of the municipal gasworks of said town, and setting forth the terms of such purchase; and

WHEREAS, doubts have arisen concerning the validity and legal sufficiency of said proceedings and contract and it is deemed advisable to put such doubts and all others that might arise concerning same forever at rest; NOW THEREFORE,

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

- 1 Section 1. That all proceedings heretofore taken by the town
- 2 council of the town of Lenox, in Taylor county, Iowa, authorizing
- 3 and providing for the execution of a contract for the purchase of
- 4 natural gas from the Natural Gas Pipeline Company of America,
- 5 whereunder gas purchased by said town of Lenox will be paid for
- 6 solely from revenues derived from the operation of the municipal

7 gasworks of said town, are hereby legalized, validated, and con-
8 firmed and said contract entered into and executed pursuant to and
9 in accordance with said proceedings is hereby declared to be legal,
10 valid, and binding upon said town of Lenox, the purchase price of
11 the gas supplied thereunder being payable solely from such revenues,
12 but said contract shall not be a corporate indebtedness of said town
13 within the meaning and application of any debt limitation restric-
14 tions.

1 Sec. 2. This Act being of immediate importance shall be in full
2 force and effect from and after its passage and publication in The
3 Time-Table, a newspaper published at Lenox, Iowa, and in the Adams
4 County Free-Press, a newspaper published at Corning, Iowa, without
5 expense to the state.