

January 28, 1970

SENATE FILE 1139

Passed on File

County Government
1-30

By LAMBORN, GAUDINEER, GILLEY, RIGLER,
SULLIVAN and O'MALLEY
(Hansen of Black Hawk, Dunton,
Menefee, Millen, Langland, Alt
and Camp)

Commerce 2-2, Pass 2-6

Rise Stays and Means 2-26, Pass 3-5

Passed Senate, Date *2-23-70* Passed House, Date *3-11-70*

Vote: Ayes *44* Nays *13* Vote: Ayes *111* Nays *2*

Approved *3-19-70*

A BILL FOR

1 An Act relating to the issuance of public bonds.

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

3 Section 1. Section seventy-six point three (76.3), Code

4 1966, is hereby amended by adding at the end thereof the fol-

5 lowing new sentence:

6 "For the sole purpose of computing the amount of bonds

7 which may be issued as a result of the application of any such

8 tax limitation, all interest on the bonds in excess of that

9 accruing in the first twelve months may be excluded from the

10 first annual levy of taxes, so that the need for including

11 more than one year's interest in the first annual levy of

12 taxes to pay the bonds and interest shall not operate to

13 further restrict the amount of bonds which may be issued, and

14 in certifying the annual levies to the county auditor or

15 auditors such first annual levy of taxes shall be sufficient

16 to pay all principal of and interest on said bonds becoming

17 due prior to the next succeeding annual levy and the full

18 amount of such first annual levy shall be entered for collec-

19 tion by said auditor or auditors, as provided in this chapter."

20 Sec. 2. This Act being deemed of immediate importance

21 shall be in full force and effect from and after its final

22 approval and publication in the Jackson Sentinel, a newspaper

23 published in Maquoketa, Iowa, and The Telegraph-Herald, a

24 newspaper published in Dubuque, Iowa.

*Proof of
publication
4/6*

EXPLANATION

This bill is intended to permit a political subdivision to exceed its millage limitation in the first year of issuance of bonds, in order to pay all interest due before the next levy. More than one year's interest may be due if the bonds were issued in midyear. If the millage limitation may be exceeded in the first year only, the total amount of bonds allowable will not need to be reduced to provide for payment of an additional part year's interest.

- 1 Amend Senate File 1139 by inserting in line 10 after the
- 2 word "taxes," the following:
- 3 "but only if the interest due on such bonds is payable
- 4 at a uniform rate each year, on the declining principal
- 5 balance of such bonds and the principal balance due on
- 6 such bonds is also reduced at a uniform rate in the same
- 7 manner,".

Filed and lost
February 23, 1970

By MESSERLY and GAUDINEER