

February 19, 1970

SENATE FILE 1248

Passed on File

See judiciary 3/10 By COMMITTEE ON COUNTY GOVERNMENT

Passed Senate, Date *2-6-70* Passed House, Date *4-6-70*

Vote: Ayes *42* Nays *1* Vote: Ayes *86* Nays *2*

Approved *April 13, 1970*

A BILL FOR

- 1 An Act relating to the rate of interest on anticipatory bonds
- 2 issued by townships.
- 3 *Be It Enacted by the General Assembly of the State of Iowa:*
- 4 Section 1. Section three hundred fifty-nine point forty-
- 5 five (359.45), Code 1966, is hereby amended by striking from
- 6 line six (6) the word "five" and inserting in lieu thereof
- 7 the word "seven".
- 8 Sec. 2. This Act being deemed of immediate importance
- 9 shall be in full force and effect from and after its final
- 10 approval and publication in the Lee Town News, a newspaper
- 11 published in Des Moines, Iowa, and in the Adams County Free
- 12 Press, a newspaper published in Corning, Iowa.

EXPLANATION

This bill will increase the maximum rate of interest of anticipatory bonds issued by townships to finance the acquisition, maintenance, and housing of fire apparatus or equipment, and to furnish fire protection services. The increase in interest rate is necessary because the legislature has previously increased the maximum rate of interest on all other bonds issued by political subdivisions, but that legislation did not include anticipatory bonds for townships. In the current market conditions, it is impossible to obtain financing for township fire protection, and this legislation is necessary to assure adequate protection in townships.