

March 25, 1969

SENATE FILE 549

Passed on File

See Committee 4-22, Pass 4-30

By COMMITTEE ON COMMERCE

Passed Senate, Date 4-18-69 Passed House, Date 5-5-69

Vote: Ayes 35 Nays 19 Vote: Ayes 77 Nays 5

Approved 5-12-69

A BILL FOR

1 An Act relating to the maximum interest rate for public bonds.

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

3 Section 1. Section thirty-seven point six (37.6), Code

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

5 following new sentence:

6 "Such bonds shall bear interest at a rate not exceeding

7 six percent per annum."

8 Sec. 2. Section one hundred eleven A point six (111A.6),

9 Code 1966, is hereby amended by striking from line ninety (90)

10 the word "five" and inserting in lieu thereof the word "six".

11 Sec. 3. Section two hundred eighty A point twenty (280A.20),

12 Code 1966, is hereby amended by striking from line seven (7)

13 the word "five" and inserting in lieu thereof the word "six".

14 Sec. 4. Section two hundred ninety-six point one (296.1),

15 Code 1966, is hereby amended by striking from line twenty-two

16 (22) the word "five" and inserting in lieu thereof the word

17 "six".

18 Sec. 5. Section two hundred ninety-eight point twenty-

19 two (298.22), Code 1966, is hereby amended by striking from

20 line nine (9) the word "five" and inserting in lieu thereof

21 the word "six".

22 Sec. 6. Section three hundred thirty point seven (330.7),

23 Code 1966, is hereby amended by striking from line eighteen

24 (18) the word "five" and inserting in lieu thereof the word

25 "six".

1 Sec. 7. Section three hundred thirty point fourteen
2 (330.14), Code 1966, is hereby amended by inserting in line
3 forty-eight (48) after the period the following new sen-
4 tence:

5 "Bonds issued pursuant to the provisions of this section
6 shall bear interest at a rate not exceeding six percent per
7 annum."

8 Sec. 8. Section three hundred thirty point sixteen (330.16),
9 Code 1966, is hereby amended by striking from line twenty-eight
10 (28) the word "five" and inserting in lieu thereof the word
11 "six".

12 Sec. 9. Chapter three hundred forty-five (345), Code
13 1966, is hereby amended by adding thereto the following new
14 section:

15 "Bonds issued pursuant to the provisions of this chapter
16 shall bear interest at a rate not exceeding six percent per
17 annum."

18 Sec. 10. Section three hundred forty-six point three
19 (346.3), Code 1966, is hereby amended by striking from line
20 two (2) the word "five" and inserting in lieu thereof the
21 word "six".

22 Sec. 11. Section three hundred forty-seven point five
23 (347.5), Code 1966, is hereby amended by striking from line
24 nine (9) the word "five" and inserting in lieu thereof the
25 word "six".

26 Sec. 12. Section three hundred forty-seven A point seven
27 (347A.7), Code 1966, is hereby amended by striking from line
28 twenty-one (21) the word "five" and inserting in lieu thereof
29 the word "six".

30 Sec. 13. Section three hundred sixty-eight point sixteen
31 (368.16), Code 1966, is hereby amended by striking from line
32 ten (10) the word "five" and inserting in lieu thereof the
33 word "six".

34 Sec. 14. Section three hundred sixty-eight point twenty-
35 one (368.21), Code 1966, is hereby amended by striking from

1 line four (4) the word "four" and inserting in lieu thereof
2 the word "six".

3 Sec. 15. Section three hundred sixty-eight point twenty-
4 nine (368.29), Code 1966, is hereby amended by striking from
5 line fourteen (14) the word "five" and inserting in lieu
6 thereof the word "six".

7 Sec. 16. Section three hundred sixty-eight point sixty-six
8 (368.66), Code 1966, is hereby amended by striking from line
9 fifty-seven (57) the word "five" and inserting in lieu thereof
10 the word "six".

11 Sec. 17. Section three hundred seventy point seven (370.7),
12 Code 1966, as amended by chapter three hundred twenty-two (322),
13 section one (1), Acts of the Sixty-second General Assembly, is
14 hereby further amended by striking from line sixteen (16) the
15 word "five" and inserting in lieu thereof the word "six".

16 Sec. 18. Section three hundred seventy-two point eleven
17 (372.11), Code 1966, is hereby amended by striking from line
18 twenty-eight (28) the word "five" and inserting in lieu thereof
19 the word "six".

20 Sec. 19. Section three hundred seventy-two point eighteen
21 (372.18), Code 1966, is hereby amended by striking from line
22 thirty-two (32) the word "five" and inserting in lieu thereof
23 the word "six".

24 Sec. 20. Section three hundred eighty-one point seven
25 (381.7), Code 1966, is hereby amended by striking from line
26 eighteen (18) the word "five" and inserting in lieu thereof the
27 word "six".

28 Sec. 21. Section three hundred eighty-one point nineteen
29 (381.19), Code 1966, is hereby amended by striking from line
30 four (4) the word "five" and inserting in lieu thereof the
31 word "six".

32 Sec. 22. Section three hundred eighty-four point three
33 (384.3), subsection eleven (11), Code 1966, is hereby amended
34 by striking from line thirty-two (32) the word "five" and in-
35 serting in lieu thereof the word "six".

1 Sec. 23. Section three hundred eighty-six B point ten
2 (386B.10), Code 1966, is hereby amended by striking from line
3 twenty-one (21) the word "five" and inserting in lieu thereof
4 the word "six".

5 Sec. 24. Section three hundred eighty-six B point eleven
6 (386B.11), Code 1966, is hereby amended by striking from line
7 thirty-eight (38) the word "five" and inserting in lieu thereof
8 the word "six".

9 Sec. 25. Section three hundred ninety point nine (390.9),
10 Code 1966, is hereby amended by inserting in line thirteen
11 (13) after the word "thereon" the words "at a rate not exceed-
12 ing six percent per annum."

13 Sec. 26. Section three hundred ninety point thirteen
14 (390.13), Code 1966, is hereby amended by striking from line
15 fifteen (15) the word "five" and inserting in lieu thereof the
16 word "six".

17 Sec. 27. Section three hundred ninety-two point eleven
18 (392.11), Code 1966, is hereby amended by striking from line
19 ten (10) the word "five" and inserting in lieu thereof the
20 word "six".

21 Sec. 28. Chapter three hundred ninety-four (394), Code
22 1966, is hereby amended by adding thereto the following new
23 section:

24 "Bonds issued pursuant to the provisions of this chapter
25 shall bear interest at a rate not exceeding six percent per
26 annum."

27 Sec. 29. Section three hundred ninety-five point twenty-
28 five (395.25), Code 1966, is hereby amended by striking from
29 line twenty-nine (29) the word "five" and inserting in lieu
30 thereof the word "six".

31 Sec. 30. Section three hundred ninety-six point twenty-
32 two (396.22), Code 1966, is hereby amended by striking from
33 line eighteen (18) the word "five" and inserting in lieu
34 thereof the word "six".

35 Sec. 31. Section three hundred ninety-eight point six

1 (398.6), Code 1966, is hereby amended as follows:

2 1. By striking from line thirty-three (33) the word "five"
3 and inserting in lieu thereof the word "six".

4 2. By striking from line eighty-one (81) the word "five"
5 and inserting in lieu thereof the word "six".

6 Sec. 32. Section three hundred ninety-nine point eight
7 (399.8), Code 1966, is hereby amended by striking from line
8 elevent (11) the word "five" and inserting in lieu thereof
9 the word "six".

10 Sec. 33. Section three hundred ninety-nine point twenty-
11 five (399.25), Code 1966, is hereby amended by striking from
12 line sixteen (16) the word "five" and inserting in lieu thereof
13 the word "six".

14 Sec. 34. Section four hundred seven point thirteen (407.13),
15 Code 1966, is hereby amended by striking from line four (4) the
16 word "five" and inserting in lieu thereof the word "six".

17 Sec. 35. Section four hundred eight point two (408.2),
18 Code 1966, is hereby amended by striking from line five (5)
19 the word "five" and inserting in lieu thereof the word "six".

20 Sec. 36. Section four hundred eight point seventeen
21 (408.17), Code 1966, as amended by chapter three hundred thirty-
22 seven (337), section one (1), Acts of the Sixty-second General
23 Assembly, is hereby further amended by striking from line fif-
24 teen (15) the word "five" and inserting in lieu thereof the
25 word "six".

26 Sec. 37. Chapter one hundred sixty-four (164), section
27 seventeen (17), Acts of the Sixty-second General Assembly, is
28 hereby amended by inserting in line three (3) after the word
29 "bonds" the words "bearing interest at a rate not exceeding
30 six percent per annum".

31 Sec. 38. Chapter two hundred ninety-nine (299), section
32 three (3), Acts of the Sixty-second General Assembly, is
33 hereby amended by striking from line thirty-three (33) the
34 word and figure "five (5)" and inserting in lieu thereof the
35 word "six".

1 Sec 39. Chapter three hundred thirty-three (333), section
 2 one (1), Acts of the Sixty-second General Assembly, is hereby
 3 amended by striking from line thirteen (13) the word and figure
 4 "five (5)" and inserting in lieu thereof the word "six".

5 Sec. 40. This Act, being deemed of immediate importance,
 6 shall be in full force and effect from and after its passage
 7 and publication in The New Hampton Tribune, a newspaper pub-
 8 lished at New Hampton, Iowa, and in The Clinton Herald, a
 9 newspaper published at Clinton, Iowa.

EXPLANATION OF SENATE FILE 549

This bill raises the maximum rate of interest payable on public bonds from five to six percent per annum.

FISCAL NOTE

SENATE FILE 549

Date prepared April 14, 1969

Requested by Senator Griffin.

Prepared in regard to Senate File 549, a bill for an act relating to the maximum interest rate for public bonds. (As amended by Senator Griffin).

Following is the fiscal effect in dollars of the legislative proposal as required by Rule 47: No cost estimate available.

Filed
 April 14, 1969

GERRY D. RANKIN
 Legislative Fiscal Director

-
- 1 Amend Senate File 549 as follows:
 2 1. By striking from page 1, lines 14 through 21,
 3 inclusive.
 4 2. Further amend Senate File 549 by renumbering the
 5 remaining sections.

Filed - *Adopted 4-11*
 April 2, 1969

By GRIFFIN

April 21, 1969

SENATE FILE 549

By COMMITTEE ON COMMERCE
(AS PASSED BY THE SENATE)

Passed Senate, Date Passed House, Date

Vote: Ayes Nays Vote: Ayes Nays

Approved

A BILL FOR

1 An Act relating to *interest rates for bonds and other*
2 *obligations issued by public corporations and for certain*
3 *special assessments for local public improvements.*

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

5 Section 1. Section thirty-seven point six (37.6), Code
6 1966, is hereby amended by adding at the end thereof the
7 following new sentence:

8 "Such bonds shall bear interest at a rate not exceeding
9 six percent per annum."

10 Sec. 2. Section one hundred eleven A point six (111A.6),
11 Code 1966, is hereby amended by striking from line ninety (90)
12 the word "five" and inserting in lieu thereof the word "six".

13 Sec. 3. Section two hundred eighty A point twenty (280A.20),
14 Code 1966, is hereby amended by striking from line seven (7)
15 the word "five" and inserting in lieu thereof the word "six".

16 Sec. 4. Section three hundred thirty point seven (330.7),
17 Code 1966, is hereby amended by striking from line eighteen
18 (18) the word "five" and inserting in lieu thereof the word
19 "six".

1 Sec. 5. Section three hundred thirty point fourteen
2 (330.14), Code 1966, is hereby amended by inserting in line
3 forty-eight (48) after the period the following new sen-
4 tence:

5 “Bonds issued pursuant to the provisions of this section
6 shall bear interest at a rate not exceeding *seven* percent per
7 annum.”

8 Sec. 6. Section three hundred thirty point sixteen (330.16),
9 Code 1966, is hereby amended by striking from line twenty-eight
10 (28) the word “five” and inserting in lieu thereof the word
11 “six”.

12 Sec. 7. Chapter three hundred forty-five (345), Code
13 1966, is hereby amended by adding thereto the following new
14 section:

15 “Bonds issued pursuant to the provisions of this chapter
16 shall bear interest at a rate not exceeding six percent per
17 annum.”

18 Sec. 8. Section three hundred forty-six point three
19 (346.3), Code 1966, is hereby amended by striking from line
20 two (2) the word “five” and inserting in lieu thereof the
21 word “six”.

22 Sec. 9. Section three hundred forty-seven point five
23 (347.5), Code 1966, is hereby amended by striking from line
24 nine (9) the word “five” and inserting in lieu thereof the
25 word “six”.

26 Sec. 10. Section three hundred forty-seven A point seven
27 (347A.7), Code 1966, is hereby amended by striking from line
28 twenty-one (21) the word “five” and inserting in lieu thereof
29 the word “six”.

30 Sec. 11. Section three hundred sixty-eight point sixteen
31 (368.16), Code 1966, is hereby amended by striking from line
32 ten (10) the word “five” and inserting in lieu thereof the
33 word “six”.

34 Sec. 12. Section three hundred sixty-eight point twenty-
35 one (368.21), Code 1966, is hereby amended by striking from

1 line four (4) the word "four" and inserting in lieu thereof
2 the word "six".

3 Sec. 13. Section three hundred sixty-eight point twenty-
4 nine (368.29), Code 1966, is hereby amended by striking from
5 line fourteen (14) the word "five" and inserting in lieu
6 thereof the word "six".

7 Sec. 14. Section three hundred sixty-eight point sixty-six
8 (368.66), Code 1966, is hereby amended by striking from line
9 fifty-seven (57) the word "five" and inserting in lieu thereof
10 the word "seven".

11 Sec. 15. Section three hundred seventy point seven (370.7),
12 Code 1966, as amended by chapter three hundred twenty-two (322),
13 section one (1), Acts of the Sixty-second General Assembly, is
14 hereby further amended by striking from line sixteen (16) the
15 word "five" and inserting in lieu thereof the word "six".

16 Sec. 16. Section three hundred seventy-two point eleven
17 (372.11), Code 1966, is hereby amended by striking from line
18 twenty-eight (28) the word "five" and inserting in lieu thereof
19 the word "six".

20 Sec. 17. Section three hundred seventy-two point eighteen
21 (372.18), Code 1966, is hereby amended by striking from line
22 thirty-two (32) the word "five" and inserting in lieu thereof
23 the word "six".

24 Sec. 18. Section three hundred eighty-one point seven
25 (381.7), Code 1966, is hereby amended by striking from line
26 eighteen (18) the word "five" and inserting in lieu thereof the
27 word "six".

28 Sec. 19. Section three hundred eighty-one point nineteen
29 (381.19), Code 1966, is hereby amended by striking from line
30 four (4) the word "five" and inserting in lieu thereof the
31 word "six".

32 Sec. 20. Section three hundred eighty-four point three
33 (384.3), subsection eleven (11), Code 1966, is hereby amended
34 by striking from line thirty-two (32) the word "five" and in-
35 serting in lieu thereof the word "six".

1 Sec. 21. Section three hundred eighty-six B point ten
2 (386B.10), Code 1966, is hereby amended by striking from line
3 twenty-one (21) the word "five" and inserting in lieu thereof
4 the word "*seven*".

5 Sec. 22. Section three hundred eighty-six B point eleven
6 (386B.11), Code 1966, is hereby amended by striking from line
7 thirty-eight (38) the word "five" and inserting in lieu thereof
8 the word "*seven*".

9 Sec. 23. Section three hundred ninety point nine (390.9),
10 Code 1966, is hereby amended by inserting in line thirteen
11 (13) after the word "thereon" the words "at a rate not exceed-
12 ing *seven* percent per annum,".

13 Sec. 24. Section three hundred ninety point thirteen
14 (390.13), Code 1966, is hereby amended by striking from line
15 fifteen (15) the word "five" and inserting in lieu thereof the
16 word "six".

17 Sec. 25. Section three hundred ninety-two point eleven
18 (392.11), Code 1966, is hereby amended by striking from line
19 ten (10) the word "five" and inserting in lieu thereof the
20 word "six".

21 Sec. 26. Chapter three hundred ninety-four (394), Code
22 1966, is hereby amended by adding thereto the following new
23 section:

24 "Bonds issued pursuant to the provisions of this chapter
25 shall bear interest at a rate not exceeding *seven* percent per
26 annum."

27 Sec. 27. Section three hundred ninety-five point twenty-
28 five (395.25), Code 1966, is hereby amended by striking from
29 line twenty-nine (29) the word "five" and inserting in lieu
30 thereof the word "six".

31 Sec. 28. Section three hundred ninety-six point twenty-
32 two (396.22), Code 1966, is hereby amended by striking from
33 line eighteen (18) the word "five" and inserting in lieu
34 thereof the word "six".

35 Sec. 29. Section three hundred ninety-eight point six

1 (398.6), Code 1966, is hereby amended as follows:

2 1. By striking from line thirty-three (33) the word "five"
3 and inserting in lieu thereof the word "seven".

4 2. By striking from line eighty-one (81) the word "five"
5 and inserting in lieu thereof the word "seven".

6 3. By striking from line twenty-three (23) the word "six"
7 and inserting in lieu thereof the word "seven".

8 Sec. 30. Section three hundred ninety-nine point eight
9 (399.8), Code 1966, is hereby amended by striking from line
10 eleven (11) the word "five" and inserting in lieu thereof
11 the word "six".

12 Sec. 31. Section three hundred ninety-nine point twenty-
13 five (399.25), Code 1966, is hereby amended by striking from
14 line sixteen (16) the word "five" and inserting in lieu thereof
15 the word "six".

16 Sec. 32. Section four hundred seven point thirteen (407.13),
17 Code 1966, is hereby amended by striking from line four (4) the
18 word "five" and inserting in lieu thereof the word "six".

19 Sec. 33. Section four hundred eight point two (408.2),
20 Code 1966, is hereby amended by striking from line five (5)
21 the word "five" and inserting in lieu thereof the word "six".

22 Sec. 34. Section four hundred eight point seventeen
23 (408.17), Code 1966, as amended by chapter three hundred thirty-
24 seven (337), section one (1), Acts of the Sixty-second General
25 Assembly, is hereby further amended by striking from line fif-
26 teen (15) the word "five" and inserting in lieu thereof the
27 word "six".

28 Sec. 35. Chapter one hundred sixty-four (164), section
29 seventeen (17), Acts of the Sixty-second General Assembly, is
30 hereby amended by inserting in line three (3) after the word
31 "bonds" the words "bearing interest at a rate not exceeding
32 six percent per annum".

33 Sec. 36. Chapter two hundred ninety-nine (299), section
34 three (3), Acts of the Sixty-second General Assembly, is
35 hereby amended by striking from line thirty-three (33) the

1 word and figure "five (5)" and inserting in lieu thereof the
2 word "six".

3 Sec. 37. Chapter three hundred thirty-three (333), section
4 one (1), Acts of the Sixty-second General Assembly, is hereby
5 amended by striking from line thirteen (13) the word and figure
6 "five (5)" and inserting in lieu thereof the word "six".

7 Sec. 38. *Section three hundred forty-seven A point two*
8 *(347A.2), Code 1966, as amended by Senate File eighty-eight (88),*
9 *Acts of the Sixty-third General Assembly, is hereby amended*
10 *as follows:*

11 1. *By striking from line fourteen (14) the word "six" and*
12 *inserting in lieu thereof the word "seven".*

13 2. *By striking from line seventy-one (71) the word "six"*
14 *and inserting in lieu thereof the word "seven".*

15 Sec. 39. *Section three hundred ninety-seven point thirteen*
16 *(397.13), Code 1966, is hereby amended by striking from line*
17 *four (4) the word "six" and inserting in lieu thereof the word*
18 *"seven".*

19 Sec. 40. *Section three hundred eighty-three point ten (383.10),*
20 *Code 1966, is hereby amended by striking from line twelve (12)*
21 *the word "six" and inserting in lieu thereof the word "seven".*

22 Sec. 41. *Section three hundred fifty-eight point twenty-one*
23 *(358.21), Code 1966, is hereby amended by striking from line*
24 *fifty-eight (58) the word "five" and inserting in lieu thereof the*
25 *word "six".*

26 Sec. 42. *Section three hundred ninety-one point fifty-eight*
27 *(391.58), Code 1966, is hereby amended by striking from line*
28 *five (5) the word "six" and inserting in lieu thereof the word*
29 *"seven".*

30 Sec. 43. *Section three hundred ninety-one point fifty-nine*
31 *(391.59), Code 1966, is hereby amended by striking from line*
32 *twelve (12) the word "six" and inserting in lieu thereof the*
33 *word "seven".*

34 Sec. 44. *Section three hundred ninety-one A point twenty-five*
35 *(391A.25), subsection three (3), Code 1966, is hereby amended*

1 by striking from line two (2) the word "five" and inserting in
2 lieu thereof the word "seven".

3 Sec. 45. Section three hundred ninety-one A point thirty-three
4 (391A.89), subsection two (2), Code 1966, is hereby amended by
5 striking from line eight (8) the word "five" and inserting in
6 lieu thereof the word "seven".

7 Sec. 46. Section three hundred ninety-one A point thirty-three
8 (391A.89), subsection four (4), Code 1966, is hereby amended by
9 striking from line nine (9) the word "five" and inserting in lieu
10 thereof the word "seven".

11 Sec. 47. Section three hundred eighty-nine point thirty-three
12 (389.89), Code 1966, is hereby amended by striking from line
13 eleven (11) the word "six" and inserting in lieu thereof the word
14 "seven".

15 Sec. 48. Section three hundred eighty-nine point thirty-eight
16 (389.88), Code 1966, is hereby amended by striking from line
17 ten (10) the word "six" and inserting in lieu thereof the word
18 "seven".

19 Sec. 49. Section three hundred ninety-two point eleven (392.11),
20 Code 1966, is hereby amended by striking from line ten (10) the
21 word "five" and inserting in lieu thereof the word "seven".

22 Sec. 50. Section three hundred ninety-six point two (396.2),
23 Code 1966, is hereby amended by striking from line eight (8)
24 the word "six" and inserting in lieu thereof the word "seven".

25 Sec. 51. Section three hundred ninety-six point ten (396.10),
26 Code 1966, is hereby amended by striking from line nine (9) the
27 word "five" and inserting in lieu thereof the word "seven".

28 Sec. 52. Section three hundred ninety-six point eleven (396.11),
29 Code 1966, is hereby amended by striking from line thirty-six
30 (36) the word "five" and inserting in lieu thereof a blank space,
31 to-wit: ".....".

32 Sec. 53. Section four hundred seventeen point sixty-eight
33 (417.68), Code 1966, is hereby amended by striking from line
34 nine (9) the word "six" and inserting in lieu thereof the word
35 "seven".

1 *Sec. 54. Section four hundred twenty point two hundred*
2 *fifty-five (420.255), Code 1966, is hereby amended by striking*
3 *from line sixteen (16), the word "six" and inserting in lieu*
4 *thereof the word "seven".*

5 *Sec. 55. Section four hundred twenty point two hundred*
6 *fifty-eight (420.258), Code 1966, is hereby amended by striking*
7 *from line three (3) the word "six" and inserting in lieu thereof*
8 *the word "seven".*

9 *Sec. 56. Section four hundred twenty point two hundred*
10 *seventy-six (420.276), Code 1966, is hereby amended by striking*
11 *from line two (2) the word "six" and inserting in lieu thereof the*
12 *word "seven".*

13 *Sec. 57. Section four hundred twenty point two hundred eighty*
14 *(420.280), Code 1966, is hereby amended by striking from line*
15 *thirteen (13) the word "five" and inserting in lieu thereof the*
16 *word "seven".*

17 *Sec. 58. Section four hundred twenty point two hundred*
18 *eighty-one (420.281), Code 1966, is hereby amended by striking*
19 *from line thirty-one (31) the word "five" and inserting in lieu*
20 *thereof a blank space, to-wit: ".....".*

21 *Sec. 59. Section three hundred ninety-seven point thirty-five*
22 *(397.35), Code 1966, is hereby amended by striking from line*
23 *twelve (12) the word "five" and inserting in lieu thereof the word*
24 *"six".*

25 *Sec. 60. The provisions of this Act shall apply with*
26 *respect to assessments where the resolution making the levy*
27 *of such assessments is adopted by the city or town council*
28 *after the effective date of this Act. The provisions of this*
29 *Act with respect to bonds shall apply to all bonds sold after*
30 *the effective date of this Act; provided, however, that no bonds*
31 *payable from special assessments shall be sold bearing a*
32 *higher rate of interest than is payable on the assessments*
33 *from which such bonds are made payable.*

34 *Sec. 61. This Act, being deemed of immediate importance,*
35 *shall be in full force and effect from and after its passage*

1 and publication in The New Hampton Tribune, a newspaper pub-
2 lished at New Hampton, Iowa, and in The Clinton Herald, a
3 newspaper published at Clinton, Iowa.

EXPLANATION OF SENATE FILE 549

This bill raises the maximum rate of interest payable on public bonds from five to six percent per annum.

SENATE FILE 549

- 1 Amend Senate File 549 as follows:
- 2 By striking from page 2, line 6, the word "six" and
- 3 inserting in lieu thereof the word "seven".
- 4 2. By striking from page 3, line 10, the word "six" and
- 5 inserting in lieu thereof the word "seven".
- 6 3. By striking from page 4, line 4, the word "six" and
- 7 inserting in lieu thereof the word "seven".
- 8 4. By striking from page 4, line 8, the word "six" and
- 9 inserting in lieu thereof the word "seven".
- 10 5. By striking from page 4, line 12, the word "six" and
- 11 inserting in lieu thereof the word "seven".
- 12 6. By striking from page 4, line 25, the word "six" and
- 13 inserting in lieu thereof the word "seven".
- 14 7. By striking from page 5, line 3, the word "six" and
- 15 inserting in lieu thereof the word "seven".
- 16 8. By striking from page 5, line 5, the word "six" and
- 17 inserting in lieu thereof the word "seven".
- 18 9. By adding on page 5 after line five the following:
- 19 "By striking from line twenty-three (23) the word
- 20 'six' and inserting in lieu thereof the word 'seven'."
- 21 10. By striking from page 6, lines 5 through 9 inclusive
- 22 and by adding the following new section:
- 23 Section three hundred forty-seven A point two (347A.2),
- 24 Code 1966, as amended by Senate File 88, Acts of the 63rd
- 25 General Assembly, is hereby amended as follows:
- 26 1. By striking from line fourteen (14) the word
- 27 "six" and inserting in lieu thereof the word "seven".
- 28 2. By striking from line seventy-one (71) the word
- 29 "six" and inserting in lieu thereof the word "seven".
- 30 11. By adding the following new section:
- 31 Section three hundred ninety-seven point thirteen
- 32 (397.13), Code 1966, is hereby amended by striking from
- 33 line four (4) the word "six" and inserting in lieu thereof
- 34 the word "seven".
- 35 12. By adding the following new section:
- 36 Section three hundred eighty-three point ten (383.10),
- 37 Code 1966, is hereby amended by striking from line twelve (12)
- 38 the word "six" and inserting in lieu thereof the word "seven".
- 39 13. By adding the following new section:
- 40 Section three hundred fifty-eight point twenty-one
- 41 (358.21), Code 1966, is hereby amended by striking from line
- 42 fifty-nine (59) the word "five" and inserting in lieu thereof
- 43 the word "six".
- 44 14. By adding the following new section:
- 45 Section three hundred ninety-one point fifty-eight
- 46 (391.58), Code 1966 is hereby amended by striking from line
- 47 five (5) the word "six" and inserting in lieu thereof the
- 48 word "seven".
- 49 15. By adding the following new section:
- 50 Section three hundred ninety-one point fifty-nine

Senate 8

51 (391.59), Code 1966 is hereby amended by striking from line
52 twelve (12) the word "six" and inserting in lieu thereof
53 the word "seven".

54 16. By adding the following new section:

55 Section three hundred ninety-one A point twenty-five
56 (391A.25), subsection three (3), Code 1966 is hereby amended
57 by striking from line two (2) the word "five" and inserting
58 in lieu thereof the word "seven".

59 17. By adding the following new section:

60 Section three hundred ninety-one A point thirty-three
61 (391A.33), subsection two (2), Code 1966 is hereby amended
62 by striking from line eight (8) the word "five" and inserting
63 in lieu thereof the word "seven".

64 18. By adding the following new section:

65 Section three hundred ninety-one A point thirty-three
66 (391A.33), subsection four (4), Code 1966 is hereby amended
67 by striking from line nine (9) the word "five" and inserting
68 in lieu thereof the word "seven".

69 19. By adding the following new section:

70 Section three hundred eighty-nine point thirty-three
71 (389.33), Code 1966 is hereby amended by striking from line
72 eleven (11) the word "six" and inserting in lieu thereof the
73 word "seven".

74 20. By adding the following new section:

75 Section three hundred eighty-nine point thirty-eight
76 (389.38), Code 1966 is hereby amended by striking from line
77 ten (10) the word "six" and inserting in lieu thereof the
78 word "seven".

79 21. By adding the following new section:

80 Section three hundred ninety-two point eleven (392.11),
81 Code 1966 is hereby amended by striking from line eleven (11)
82 the word "five" and inserting in lieu thereof the word "seven".

83 22. By adding the following new section:

84 Section three hundred ninety-six point two (396.2),
85 Code 1966 is hereby amended by striking from line eight (8)
86 the word "five" and inserting in lieu thereof the word "seven".

87 23. By adding the following new section:

88 Section three hundred ninety-six point ten (396.10),
89 Code 1966 is hereby amended by striking from line ten (10)
90 the word "five" and inserting in lieu thereof the word
91 "seven".

92 24. By adding the following new section:

93 Section three hundred ninety-six point eleven (396.11),
94 Code 1966 is hereby amended by striking from line thirty-six
95 (36) the word "five" and inserting in lieu thereof a blank
96 space, to-wit: ".....".

97 25. By adding the following new section:

98 Section four hundred seventeen point sixty-eight (417.68),
99 Code 1966 is hereby amended by striking from line nine (9)
100 the word "six" and inserting in lieu thereof the word "seven".

101 26. By adding the following new section:

102 Section four hundred twenty point two hundred fifty-five

103 (420.255), Code 1966 is hereby amended by striking from line
104 sixteen (16) the word "six" and inserting in lieu thereof
105 the word "seven".

106 27. By adding the following new section:

107 Section four hundred twenty point two hundred fifty-
108 eight (420.258), Code 1966 is hereby amended by striking
109 from line three (3) the word "six" and inserting in lieu
110 thereof the word "seven".

111 28. By adding the following new section:

112 Section four hundred twenty point two hundred seventy-
113 six (420.276). Code 1966 is hereby amended by striking from
114 line two (2) the word "six" and inserting in lieu thereof
115 the word "seven".

116 29. By adding the following new section:

117 Section four hundred twenty point two hundred eighty
118 (420.280), Code 1966 is hereby amended by striking from line
119 thirteen (13) the word "five" and inserting in lieu thereof
120 the word "seven".

121 30. By adding the following new section:

122 Section four hundred twenty point two hundred eighty-
123 one (420.281), Code 1966 is hereby amended by striking from
124 line thirty-one (31) the word "five" and inserting in lieu
125 thereof a blank space to-wit: ".....".

126 31. By adding the following new section:

127 The provisions of this Act shall apply with respect to
128 assessments where the resolution making the levy of such
129 assessments is adopted by the city or town council after
130 the effective date of this Act. The provisions of this Act
131 with respect to bonds shall apply to all bonds sold after
132 the effective date of this Act; provided, however, that no
133 bonds payable from special assessments shall be sold bearing
134 a higher rate of interest than is payable on the assessments
135 from which such bonds are made payable.

136 32. Amend Page 1, line 1, by striking the words "the maximum
137 interest rate for public bonds" and inserting in lieu thereof
138 the words "interest rates for bonds and other obligations
139 issued by public corporations and for certain special assess-
140 ments for local public improvements".

141 33. By adding the following new section:

142 This Act being of immediate importance shall be in full
143 force and effect from and after its passage and publication
144 in the, a newspaper published at
145, Iowa, and the,
146 a newspaper published at, Iowa.

EXPLANATION OF SENATE FILE 549

The bill increases maximum interest rates on bonds issued by cities, towns, counties, school districts and subsidiary boards to six percent for general obligation bonds and seven percent for revenue bonds and special assessment bonds. This is consistent with past legislative policy and recognizes that general obligation bonds ordinarily command more

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favorable interest rates than bonds payable from revenues or special assessments.

Recent advances in rates of interest paid by municipal corporations and the general public have handicapped municipalities in needed construction of local improvements payable from special assessments. Under the provisions of this Act property owners would pay seven percent interest on such assessments and would be given greater encouragement to pay in cash, yet the interest rate would compare favorably with mortgage financing. This Act would permit special assessment bonds to be sold at interest rates fixed at public sale not exceeding seven percent which would permit said bonds to be sold in normal market channels. It would eliminate the need for contractors to increase bids to hedge against the possibility of having to bid on bonds at the presently allowable interest rate and thereafter to suffer a discount in order to resell the bonds at marketable rates of return.

Filed - *Sections 1-32 adopted 4-18*
March 28, 1969 *Section 33 withdrawn*

By GRIFFIN

- 1 Amend the Griffin amendment to Senate File 549, dated March 28, 1969
- 2 by adding the following item and renumbering item 33:
- 3 33. Section three hundred ninety-seven point thirty-five (397.35), Code 1966,
- 4 is hereby amended by striking from line twelve (12) the word "five" and
- 5 inserting in lieu thereof the word "six".

Filed - *Adopted 4-18*
April 10, 1969

By KOSEK, ERSKINE and POTTER

- 1 Amend the Griffin amendment to Senate File 549, dated March
- 2 28, 1969, as follows:
- 3 1. By striking from line 42 the word and figures "fifty-
- 4 nine (59)" and inserting in lieu thereof the word and figures
- 5 "fifty-eight (58)".
- 6 2. By striking from line 81 the word and figures "eleven
- 7 (11)" and inserting in lieu thereof the word and figures "ten
- 8 (10)".
- 9 3. By striking from line 86 the word "five" and inserting
- 10 in lieu thereof the word "six".
- 11 4. By striking from line 89 the word and figures "ten (10)"
- 12 and inserting in lieu thereof the word and figures "nine (9)".

Filed - *Adopted 4-18*
April 2, 1969

By GRIFFIN

- 1 Amend the Griffin amendment, filed March 28, 1969, to Senate File 549
- 2 1. By striking from lines 3, 5, 7, 9, 11, 13, 15, 17, 20, 27, 29, 34,
- 3 38, 48, 53, 58, 63, 68, 73, 78, 82, 86, 91, 100, 105, 110, 115, 120 the word
- 4 "seven" and inserting in lieu thereof the word "eight".

Filed - *Withdrawn 4-18*
April 8, 1969

By KOSEK

- 1 Amend the Griffin amendment to Senate File 549, filed
- 2 March 28, 1969, by striking section 33 and
- 3 inserting in lieu thereof the following:
- 4 "33. This Act, being deemed of immediate
- 5 importance, shall take effect after its passage,
- 6 approval, and publication in the Fort Dodge
- 7 Messenger, a newspaper published in Fort Dodge,
- 8 Iowa, and in the Council Bluffs Nonpareil, a
- 9 newspaper published at Council Bluffs, Iowa."

Filed - *Withdrawn 4-18*
April 11, 1969

By COLEMAN

- 1 Amend the Griffin amendment to Senate File 549,
- 2 filed March 28, 1969, by striking lines 21 and 22
- 3 and inserting in lieu thereof the following:
- 4 "10. By adding on page 6 the following new section:".

Filed and adopted
April 18, 1969

By RIGLER