

JAN 21 2000
STATE GOVERNMENT

HOUSE FILE 2064
BY GIPP and WARNSTADT

Passed House, Date _____ Passed Senate, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to including certain school district bond issues
2 under the Iowa economic development bond bank program.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 2064

1 Section 1. Section 16.101, Code 1999, is amended by adding
2 the following new subsection:

3 NEW SUBSECTION. 4A. The pooling of public school bond
4 issues enhances the marketability of the obligations involved
5 and reduces costs for the school districts issuing the bonds.

6 Sec. 2. Section 16.102, Code 1999, is amended by adding
7 the following new subsection:

8 NEW SUBSECTION. 4. A project defined in section 16.108,
9 for which bonds or notes may be issued by a school district.

10 Sec. 3. NEW SECTION. 16.108 SCHOOL DISTRICT BOND
11 PROGRAM.

12 1. The authority may issue its bonds or notes, or series
13 of bonds or notes, for the purpose of pooling obligations of
14 two or more school districts for financing projects for which
15 debt obligations may be or have been incurred pursuant to
16 chapter 296 or 298. Sections 16.103 through 16.106 shall
17 apply with respect to the issuance of these bonds or notes or
18 the disposition of proceeds of these bonds or notes.

19 2. For the purposes of this section, "project" means any
20 undertaking by a school district for which financing is
21 authorized under chapter 296 or 298, and "school district"
22 means a public school district as defined in chapter 274.

23 EXPLANATION

24 This bill allows the Iowa finance authority to include
25 school district general obligation bond issues under its Iowa
26 economic development bond bank program. Under the program,
27 the authority would issue bonds and notes to finance the
28 pooling of school district general obligation bond issues in
29 order to lower the costs for the schools of incurring the debt
30 obligation.

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