Senate Study Bill 3180 - Introduced

SENATE FILE _____

BY (PROPOSED COMMITTEE ON LOCAL GOVERNMENT BILL BY CHAIRPERSON WILHELM)

A BILL FOR

1 An Act to legalize the proceedings of the City Council 2 of Ankeny, Iowa, including all legal notices given, in connection with the making of a contract for the 3 4 construction of certain improvements to the NE 7th Street Sanitary Sewer Improvement Project with Pirc-Tobin 5 Construction, Inc. of Alburnett, Iowa, in connection with, 6 and to legalize said contract, and authorize its performance 8 by said Council and the financing including project notes issued thereof. 9 10 WHEREAS, on August 15, 2011, the City Council passed a 11 resolution ordering the construction of certain improvements 12 to the NE 7th Street Sanitary Sewer Improvement Project of 13 said City, and directed publication of a Notice of Hearing and 14 Letting, pursuant to the provisions of Chapters 26 and 384 of 15 the Code of Iowa, 2011; and WHEREAS, on September 19, 2011, said City entered into a 16 17 contract for the construction of said improvements, covered by 18 the resolution ordering construction hereinabove mentioned, 19 with Pirc-Tobin Construction, Inc., which company thereafter 20 filed its performance and maintenance bond with the City; and 21 WHEREAS, said construction work has now been commenced and a 22 portion completed by said contractor, and said contractor has 23 been partially paid for such work from available bond proceeds 24 of said City; and WHEREAS, doubts have arisen concerning the legality of the

26 construction contract due to the omission of the publication 27 of Notice of Hearing and Letting as required by Section 26.3 28 of the Iowa Code, and further due to said omission, doubts 29 have arisen concerning the power of the Council to order

TLSB 6031SC (5) 84 da/rj

Senate Study Bill 3180 - Introduced

- 30 disbursement of additional funds to the contractor and to
- 31 issue and sell bonds to pay for the remaining cost of said
- 32 improvements, and it is deemed advisable to put such doubts
- 33 forever at rest; NOW THEREFORE,
- 34 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

S.F.

- 1 Section 1. All proceedings heretofore taken by the City
- 2 Council of Ankeny, Iowa, including all legal notices given,
- 3 in connection with and pertaining to the execution of the
- 4 contract with Pirc-Tobin Construction, Inc. of Alburnett,
- 5 Iowa, on September 19, 2011, for the construction of certain
- 6 improvements to the NE 7th Street Sanitary Sewer Improvement
- 7 Project of said City and said contract itself, are hereby
- 8 legalized, validated and confirmed, and shall constitute full
- 9 authority for the said City Council to order the disbursement
- 10 of the funds, including notes and bond funds, of said City to
- 11 said contractor, and to issue and sell general obligations
- 12 bonds, in the manner prescribed by law, to pay for the costs
- 13 of said improvements, and said bonds when so issued, shall be
- 14 valid, legal and binding obligations of said City.
- 15 Sec. 2. EFFECTIVE UPON ENACTMENT. This Act, being deemed of
- 16 immediate importance, shall be in full force and effect upon
- 17 enactment.
- 18 EXPLANATION
- 19 This bill legalizes the action of the city of Ankeny which
- 20 executed a contract relating to the construction of public
- 21 improvements pursuant to a contract executed by the city
- 22 without first publishing an advertisement for sealed bids in
- 23 the manner required pursuant to Code section 26.3. The bill
- 24 takes effect upon enactment.