

amount of debt, which the municipality may under the law contract for the year for which the report is made. Said report shall be published annually at the close of the fiscal year in at least two newspapers of general circulation in said city or town as the case may be, but if only one paper is so published, then in one, and if none be published, then by posting a copy in three public places in said city or town.

Approved March 31, 1902.

CHAPTER 38.

THE LOANING OF WATERWORKS SINKING FUND.

H. F. 19.

AN ACT to authorize the loaning of funds accumulated under chapter one (1) of the acts of the [Twenty-sixth] 26th General Assembly or under section seven hundred and forty-two (742) of the code, and to legalize a contract between the city of Des Moines and the Des Moines Water Works company for a loan of such funds.

Be it enacted by the General Assembly of the State of Iowa:

SECTION 1. Authority to loan—conditions. That wherever any corporation engaged in maintaining and operating a waterworks plant within any city of this state where the United States has or may hereafter establish a military reservation within a distance of five miles from either of the boundaries of said city and such city has either under the provisions of chapter one (1) of the acts of the Twenty-sixth (26th) General Assembly or of section seven hundred and forty-two (742) of the code levied taxes for the purpose of creating a sinking fund to be used for the purchase or erection of waterworks therein, such city shall be authorized to loan a portion not however to exceed fifty thousand dollars of the proceeds of the taxes so levied to such corporation so maintaining and operating such waterworks plant, with interest at a rate not less than two per cent per annum, for a period of not more than ten years from the date of the passage of this act upon such terms as the city council of such city may approve. Provided, however, that such corporation shall apply the proceeds of every such loan to the laying of a main with the necessary attachments and usual branches to hydrants from its pumping station or other connection with its mains to the said military reservation and to make the changes in its plant which may be required to furnish the service demanded by the United States at such reservation.

SEC. 2. Agreement legalized. That the agreement made heretofore, and on or about the thirty-first day of December, A. D. 1901, between the City of Des Moines and the Des Moines Water Works company contemplating a loan by said city to said company for the purposes mentioned in section one of this act be and the same is hereby legalized and confirmed.

SEC. 3. Reversion of funds loaned. That when the funds that have been loaned as provided in section one (1) of this act, and the interest thereon, are repaid to the city to which they belong, said funds together with all interest derived therefrom shall immediately revert to the fund for which the said taxes were levied and thereafter be used for no other purpose than as authorized by chapter one (1) of the acts of the 26th General Assembly or section seven hundred and forty-two (742) of the code.

SEC. 4. In effect. This act, being deemed of immediate importance, shall take effect and be in force from and after its publication in the Iowa State Register and Des Moines Leader, newspapers published at Des Moines, Iowa. And that publication be without expense to the State.

Approved February 17, 1902.

I hereby certify that the foregoing Act was published in the Iowa State Register and the Des Moines Leader, February 18, 1902.

W. B. MARTIN,
Secretary of State.