

January 10, 1951.  
Passed on File.

**House File 20**  
By VOIGTMANN.

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

## A BILL FOR

An Act relating to the issuance of stock by certain corporations  
and the payment therefor.

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

1 Section 1. Anything contained in Chapters four  
2 hundred ninety-one (491), four hundred ninety-two (492),  
3 five hundred one (501), and five hundred two (502), Code  
4 1950, to the contrary notwithstanding, any corporation  
5 organized under the laws of the State of Iowa having  
6 assets of the value of one million dollars (\$1,000,000)  
7 or more, the articles of the corporation of which  
8 provide that no individual may vote more than one share  
9 of the common voting shares of stock of said corporation,  
10 the articles of incorporation of which give to children  
11 of the owner or owners of shares of the common voting stock  
12 of such corporations the right to purchase one common  
13 voting share of stock therein upon attaining majority  
14 or within a fixed period thereafter and the articles of  
15 incorporation of which whether now in effect or hereafter  
16 adopted, authorize the issuance, sale and delivery of

17 not to exceed one share of said common voting stock  
18 to any one individual, shall have the power to issue,  
19 sell and deliver its shares of common voting stock,  
20 whether held by it as treasury stock or whether issued  
21 as an original issue, for the following considerations  
22 and upon the following terms and conditions, and with the  
23 following limitations:

24 1. Such common voting stock may be issued, sold and  
25 delivered by the corporation either for cash or upon credit  
26 or time payments or installment payments or for a consideration  
27 evidenced in part or in whole by the written agreement of  
28 the purchaser thereof to pay for the same, payment of said  
29 purchase price to be secured by a lien on said stock.

30 2. No such stock shall be issued, sold and delivered  
31 for a price less than the par value thereof at the time of  
32 such issuance, sale and delivery.

33 3. Not more than one share of said stock shall be  
34 so issued, sold and delivered to any one individual, but  
35 when issued, sold and delivered, said stock may be voted  
36 by the owner thereof, if the articles of incorporation or  
37 by-laws of such corporation, whether now in effect or  
38 hereafter adopted or amended, so provide, although a part  
39 or all of the price to be paid therefor may be owing to  
40 the corporation under said written agreement of the  
41 purchaser to pay for the same.

1 Sec. 2. This Act, being deemed of immediate

2 importance, shall be in full force and effect from and  
3 after its publication in The Iowa City Press-Citizen, a  
4 newspaper published at Iowa City, Iowa, and in The  
5 Pioneer-Republican, a newspaper published at Marengo, Iowa.

EXPLANATION OF H. F. 20

This Act will affect only such Iowa corporations as the Amana Society and will permit such corporations to sell stock on the installment plan.