

February 23, 1951.
Public Lands and Buildings.

House File 558
By BROOKINGS.

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

A BILL FOR

An Act to amend section five hundred seventy-three point two (573.2), Code 1950, and section three hundred eight A point ten (308A.10), Code 1950, relating to bonds on public contracts.

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

1 Section 1. Section five hundred seventy-three point
2 two (573.2), Code 1950, is amended as follows:
3 1. By inserting after the word "improvement" in line
4 two (2) of said section, the following: ", except contracts
5 awarded by the state highway commission,"

6 2. By adding to said section the following:

7 "All the provisions of this chapter, insofar as
8 applicable, shall apply to contracts awarded by the state
9 highway commission except that the said commission shall
10 carry its own risk on contracts awarded by said commission,
11 and no bond or deposit in lieu of bond shall be required on
12 such contracts."

1 Sec. 2. Section three hundred eight A point ten
2 (308A.10), Code 1950, is amended by inserting after the
3 word "and" in line twenty-one (21) of said section the

4 following:

5 “, except contracts awarded by the state highway

6 commission.”.

EXPLANATION OF H. F. 558

This bill is designed to save the state money by lowering contractors cost by eliminating performance bond costs. Contractors are investigated to determine their responsibility, therefore their added bond expense in the instances herein dealt with is unnecessary and should be avoided.