

February 14, 1951.
Passed on File.

Senate File 337
By WALTER.

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

A BILL FOR

An Act to legalize and validate the proceedings of the council of the town of LeGrand, Marshall County, Iowa, for the issuance, sale and delivery of waterworks revenue bonds for the purpose of paying part of the construction cost of a waterworks in said town, and to legalize and validate said bonds and the provisions for payment of the same.

Whereas, the town of LeGrand, in Marshall County, Iowa, did heretofore, by resolution of its council, and in reliance upon the results of a municipal election heretofore held on December 12, 1949, for the establishment of a waterworks system at a cost of not to exceed thirty thousand dollars (\$30,000.00), which election carried by more than sixty per cent (60%) of all votes cast thereat, has authorized the sale, issuance and delivery of eighteen thousand dollars (\$18,000.00) in waterworks revenue bonds to pay part of the cost of construction of a waterworks system for said town, to be paid from future net earnings thereof;

Whereas, doubts have arisen as to the legal sufficiency of said proceedings and for the issuance, sale and delivery of such waterworks revenue bonds and for the pledge of the property and future net earnings of the waterworks system of said town in payment of such waterworks revenue bonds for the reason that the method of financing adopted by the council for the issuance, sale and delivery of such bonds and the pledge of such property and earnings was not directly referred to in the proposition voted on by the electors though the amount issued is not in excess of the total amount of the cost voted on and authorized, and it is deemed advisable to put such doubts and all others forever at rest and to cure any irregularities that might have arisen or may arise relative

thereto;

Now, therefore,

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

1 Section 1. That all proceedings heretofore taken by the
2 council of the town of LeGrand, Marshall County, Iowa, in
3 authorizing the sale, issuance and delivery of eighteen thousand
4 dollars (\$18,000.00) waterworks revenue bonds of said town
5 for the purpose of payment of part of the construction cost of
6 a waterworks system therein and the pledge of said system and
7 the future net earnings thereof for payment of said bonds as
8 they severally become due, together with the interest thereon,
9 are hereby legalized, validated and confirmed and the said
10 waterworks revenue bonds, sold, issued and delivered pursuant
11 to and in accordance with such proceedings are hereby declared
12 to be legal and to constitute valid and binding obligations of
13 said town, payable only from the future net earnings of such
14 waterworks system, but said bonds shall not be a corporate
15 indebtedness of said town nor shall said town be authorized
16 to levy and collect ad valorem taxes to pay either principal or
17 interest thereon.

1 Sec. 2. This Act being deemed of immediate importance it
2 shall take effect from and after its publication in the
3 Marshalltown Times-Republican, a newspaper published at
4 Marshalltown, Iowa, and in the State Center Enterprise, a
5 newspaper published at State Center, Iowa, all without
6 expense to the state of Iowa.