

February 22, 1951.
Passed on File.

Senate File 428
By MERCER (By Request)

Passed Senate, Date

Vote: Ayes..... Nays.....

Passed House, Date

Vote: Ayes..... Nays.....

Approved

A BILL FOR

An Act to authorize the state board of education to erect, maintain, and operate an addition to the Memorial Union Building at Iowa City on a self-liquidating basis and to borrow money and pledge the rents and profits and assess the students for said purpose.

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

- 1 Section 1. The state board of education is authorized to:
- 2 1. Set aside and use the portion of the campus on
- 3 which the Memorial Union Building is located at Iowa City,
- 4 Iowa, and the parts of the campus adjacent thereto as said
- 5 board shall deem suitable for the construction thereon of
- 6 additions to said Memorial Union Building and to enlarge the
- 7 same and facilities provided thereby including additions to
- 8 and alterations to the existing building for said purposes, the
- 9 same to be financed on a self-liquidating basis.
- 10 2. Maintain, operate, control, and manage said
- 11 building and facilities therein contained.
- 12 3. Acquire by any lawful means such additional land as
- 13 said board shall deem desirable and suitable for any or all of
- 14 the purposes aforesaid, and to erect appropriate structures and

15 make improvements thereon.

1 Sec. 2. In carrying out the above powers, said board may:

2 1. Borrow money.

3 2. Mortgage the real estate upon which the addition
4 is constructed and also the improvements erected thereon in
5 order to secure the necessary loans.

6 3. Lease the rooms, buildings, and facilities to the
7 students, faculty, guests, and employees of the university and
8 for functions related to the university.

9 4. Levy a charge to students for the use of said
10 facilities, and pledge the same and the rent, profits, and other
11 incomes received from any such property and from the present
12 Memorial Union Building as security for the payment of any money
13 borrowed to carry out the purposes of this act and any notes or
14 mortgages evidencing such a loan.

1 Sec. 3. No obligation created hereunder shall ever be or
2 become a charge against the state of Iowa but all such obliga-
3 tions, including principal and interest, shall be payable solely:

4 1. From the net rents, profits, charges to students and
5 other income so pledged or mortgaged as herein authorized.

6 2. From the income derived from gifts and bequests made
7 to the board of education for the purposes specified in section 1.

1 Sec. 4. All obligations created hereunder shall be exempt
2 from taxation.

1 Sec. 5. No state funds, unless specifically appropriated
2 by the General Assembly for such purposes, shall be loaned or

3 used for this purpose. This shall not apply to funds derived
4 from the net earnings of the properties, improvements, and
5 facilities named in section 1 of this act now or hereafter
6 owned by the state.