

FILED MAR 06 2006

SENATE FILE 2358  
BY COMMITTEE ON EDUCATION

(SUCCESSOR TO SF 2176)

Passed Senate, Date 3-8-06 Passed House, Date 3-30-06  
Vote: Ayes 50 Nays 0 Vote: Ayes 93 Nays 3  
Approved April 12, 2006

A BILL FOR

1 An Act relating to the administrative duties of the state board  
2 of regents.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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SF 2358

TLSB 5873SV 81

jr/je/5

1 Section 1. Section 15H.3, subsection 1, paragraph e, Code  
2 Supplement 2005, is amended to read as follows:

3 e. The executive ~~secretary~~ director of the state board of  
4 regents, or the executive ~~secretary's~~ director's designee.

5 Sec. 2. Section 261.1, subsection 1, Code 2005, is amended  
6 to read as follows:

7 1. A member of the state board of regents to be named by  
8 the board, or the ~~secretary-thereof~~ executive director of the  
9 board if so appointed by the board, who shall serve for a  
10 four-year term or until the expiration of the member's term of  
11 office. Such member shall convene the organizational meeting  
12 of the commission.

13 Sec. 3. Section 262.7, subsection 1, Code 2005, is amended  
14 to read as follows:

15 1. The state university of Iowa, including the university  
16 of Iowa hospitals and clinics.

17 Sec. 4. Section 262.8, Code 2005, is amended to read as  
18 follows:

19 262.8 MEETINGS.

20 The board shall meet four times a year. Special meetings  
21 may be called by the board, by the president of the board, or  
22 by the ~~secretary~~ executive director of the board upon written  
23 request of any five members thereof.

24 Sec. 5. Section 262.11, Code 2005, is amended to read as  
25 follows:

26 262.11 RECORD -- ACTS AFFECTING PROPERTY.

27 All acts of the board relating to the management, purchase,  
28 disposition, or use of lands and other property of said  
29 institutions shall be entered of record, which shall show the  
30 members present, and how each voted upon each proposition.  
31 The board may, in its discretion, delegate to each university  
32 the authority to approve leases.

33 Sec. 6. Section 262.34A, Code 2005, is amended to read as  
34 follows:

35 262.34A BID REQUESTS AND TARGETED SMALL BUSINESS

1 PROCUREMENT.

2 1. The state board of regents shall request bids and  
3 proposals for materials, products, supplies, provisions, and  
4 other needed articles to be purchased at public expense, from  
5 Iowa state industries as defined in section 904.802,  
6 subsection 2, when the articles are available in the requested  
7 quantity and at comparable prices and quality.

8 2. Notwithstanding section 73.16, subsection 2, the board  
9 may issue electronic bid notices for distribution to the  
10 targeted small business internet site through internet links  
11 to each of the regents institutions.

12 3. Notwithstanding section 73.17, the board shall notify  
13 the director of the department of economic development of  
14 regents institutions' targeted small business purchases on an  
15 annual basis.

16 Sec. 7. Section 262.58, Code 2005, is amended to read as  
17 follows:

## 18 262.58 RATES AND TERMS OF BONDS OR NOTES.

19 Such bonds or notes may bear such date or dates, may bear  
20 interest at such rate or rates, payable semiannually, may  
21 mature at such time or times, may be in such form, carry such  
22 registration privileges, may be payable at such place or  
23 places, may be subject to such terms of redemption prior to  
24 maturity with or without premium, if so stated on the face  
25 thereof, and may contain such terms and covenants all as may  
26 be provided by the resolution of the board authorizing the  
27 issuance of the bonds or notes. In addition to the estimated  
28 cost of construction, the cost of the project shall be deemed  
29 to include interest upon the bonds or notes during  
30 construction and for six months after the estimated completion  
31 date, the compensation of a fiscal agent or adviser, and  
32 engineering, administrative and legal expenses. Such bonds or  
33 notes shall be executed by the president of the state board of  
34 regents and attested by the secretary-thereof executive  
35 director of the state board of regents and the coupons thereto

1 attached shall be executed with the original or facsimile  
2 signatures of said president and secretary executive director.  
3 Any bonds or notes bearing the signatures of officers in  
4 office on the date of the signing thereof shall be valid and  
5 binding for all purposes, notwithstanding that before delivery  
6 thereof any or all such persons whose signatures appear  
7 thereon shall have ceased to be such officers. Each such bond  
8 or note shall state upon its face the name of the institution  
9 on behalf of which it is issued, that it is payable solely and  
10 only from the net rents, profits and income derived from the  
11 operation of residence halls or dormitories, including dining  
12 and other incidental facilities, at such institution as  
13 hereinbefore provided, and that it does not constitute a  
14 charge against the state of Iowa within the meaning or  
15 application of any constitutional or statutory limitation or  
16 provision. The issuance of such bonds or notes shall be  
17 recorded in the office of the treasurer of the institution on  
18 behalf of which the same are issued, and a certificate by such  
19 treasurer to this effect shall be printed on the back of each  
20 such bond or note.

21 Sec. 8. Section 262A.6, Code 2005, is amended to read as  
22 follows:

23 262A.6 FORM AND CONDITION OF BONDS.

24 Such bonds may bear such date or dates, may bear interest  
25 at such rate or rates, payable semiannually, may mature at  
26 such time or times, may be in such form and denominations, may  
27 carry such registration privileges, may be payable at such  
28 place or places, may be subject to such terms of redemption  
29 prior to maturity with or without premium, if so stated on the  
30 face thereof, and may contain such terms and covenants,  
31 including the establishment of reserves, all as may be  
32 provided by the resolution of the board authorizing the  
33 issuance of the bonds. In addition to the estimated cost of  
34 construction, including site costs, the cost of the project  
35 may include interest upon the bonds during construction and

1 for six months after the estimated completion date, the  
2 compensation of a fiscal agent or adviser, engineering,  
3 architectural, administrative and legal expenses and provision  
4 for contingencies. Such bonds shall be executed by the  
5 president of the state board of regents and attested by the  
6 executive secretary director, secretary or other official  
7 thereof performing the duties of secretary executive director,  
8 and the coupons thereto attached shall be executed with the  
9 original or facsimile signatures of said president, executive  
10 secretary director, secretary or other official; provided,  
11 however, that the facsimile signature of either of such  
12 officers executing such bonds may be imprinted on the face of  
13 the bonds in lieu of the manual signature of such officer, but  
14 at least one of the signatures appearing on the face of each  
15 bond shall be a manual signature. Any bonds bearing the  
16 signatures of officers in office on the date of the signing  
17 thereof shall be valid and binding for all purposes,  
18 notwithstanding that before delivery thereof any or all such  
19 persons whose signatures appear thereon shall have ceased to  
20 be such officers. Each such bond shall state upon its face  
21 the name of the institution on behalf of which it is issued,  
22 that it is payable solely and only from the student fees and  
23 charges and institutional income received by such institution  
24 as hereinbefore provided, and that it does not constitute a  
25 debt of or charge against the state of Iowa within the meaning  
26 or application of any constitutional or statutory limitation  
27 or provision. The issuance of such bonds shall be recorded in  
28 the office of the treasurer of the institution on behalf of  
29 which the same are issued, and a certificate by such treasurer  
30 to this effect shall be printed on the back of each such bond.

31 Sec. 9. Section 263A.4, Code 2005, is amended to read as  
32 follows:

33 263A.4 BONDS OR NOTES PROVISIONS.

34 Such bonds or notes may bear such date or dates, may bear  
35 interest at such rate or rates, payable semiannually, may

1 mature at such time or times, may be in such form and  
2 denominations, carry such registration privileges, may be  
3 payable at such place or places, may be subject to such terms  
4 of redemption prior to maturity with or without premium, if so  
5 stated on the face thereof, and may contain such terms and  
6 covenants, including the establishment of reserves, all as may  
7 be provided by the resolution of the board authorizing the  
8 issuance of the bonds or notes. In addition to the estimated  
9 cost of construction, including site costs, the cost of the  
10 project may include interest upon the bonds or notes during  
11 construction and for six months after the estimated completion  
12 date, the compensation of a fiscal agent or adviser,  
13 engineering, architectural, administrative, and legal expenses  
14 and provision for contingencies. Such bonds or notes shall be  
15 executed by the president of the state board of regents and  
16 attested by the executive secretary director, secretary, or  
17 other official thereof performing the duties of secretary  
18 executive director, and the coupons thereto attached shall be  
19 executed with the original or facsimile signatures of said  
20 president, executive secretary director, secretary, or other  
21 official; provided, however, that the facsimile signature of  
22 either of such officers executing such bonds may be imprinted  
23 on the face of the bonds in lieu of the manual signature of  
24 such officer, but at least one of the signatures appearing on  
25 the face of each bond shall be a manual signature. Any bonds  
26 or notes bearing the signatures of officers in office on the  
27 date of the signing thereof shall be valid and binding for all  
28 purposes, notwithstanding that before delivery thereof any or  
29 all such persons whose signatures appear thereon shall have  
30 ceased to be such officers. Each such bond or note shall  
31 state upon its face the name of the institution on behalf of  
32 which it is issued, that it is payable solely and only from  
33 hospital income received by such institution as provided in  
34 this chapter, and that it does not constitute a debt of or  
35 charge against the state of Iowa within the meaning or

1 application of any constitutional or statutory limitation or  
2 provision. The issuance of such bonds or notes shall be  
3 recorded in the office of the treasurer of the institution,  
4 and a certificate by such treasurer to this effect shall be  
5 printed on the back of each such bond or note.

6 Sec. 10. Section 262.29, Code 2005, is repealed.

7 EXPLANATION

8 This bill contains a number of amendments relating to the  
9 administration of institutions under the control of the state  
10 board of regents.

11 The bill modifies, for institutions under the control of  
12 the board of regents, a general provision requiring state  
13 agencies to issue electronic project bid notices for  
14 distribution to the targeted small business internet site if  
15 that notice is provided in an electronic format through  
16 internet links.

17 Current law requires state agencies to notify the  
18 department of economic development, on a quarterly basis, of  
19 anticipated purchases and procurements designated to satisfy  
20 the targeted small business procurement goal. The bill changes  
21 the reporting period to annual reporting for institutions  
22 under the control of the board of regents.

23 The bill adds the university of Iowa hospitals and clinics  
24 to the enumeration of institutions under the governance of the  
25 board of regents.

26 The bill empowers the board to delegate to each university  
27 the authority to approve leases.

28 The bill allows the board to file all claims for the  
29 actual, necessary expenses in the same manner as claims for  
30 similar expenses by state officers, eliminating the role of  
31 the department of administrative services.

32 The bill changes the name of the chief executive officer of  
33 the board from executive secretary to executive director.

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SENATE FILE 2358

H-8381

1 Amend Senate File 2358, as passed by the Senate, as  
2 follows:

3 1. By striking everything after the enacting  
4 clause and inserting the following:

5 "Section 1. Section 7E.5, subsection 1, paragraph  
6 m, Code Supplement 2005, is amended to read as  
7 follows:

8 m. The department of education, created in section  
9 256.1, which has primary responsibility for  
10 supervising public education at the elementary and  
11 secondary levels and for supervising the community  
12 colleges and the state board of regents.

13 Sec. 2. Section 7E.5, subsection 1, paragraph t,  
14 Code Supplement 2005, is amended to read as follows:

15 t. In the area of higher education, an agency  
16 headed by the state board of regents and including all  
17 the institutions administered by the state board of  
18 regents, which has primary responsibility for state  
19 involvement in higher education and which is  
20 established as part of the department of education.

21 Sec. 3. Section 15H.3, subsection 1, paragraph e,  
22 Code Supplement 2005, is amended to read as follows:

23 e. ~~The executive secretary~~ A representative of the  
24 state board of regents, or the executive secretary's  
25 designee designated by the director of the department  
26 of education.

27 Sec. 4. Section 261.1, subsection 1, Code 2005, is  
28 amended to read as follows:

29 1. A member of the state board of regents to be  
30 named by the board, or the ~~secretary thereof~~ director  
31 of the department of education, if so appointed by the  
32 board, who shall serve for a four-year term or until  
33 the expiration of the member's term of office. Such  
34 member shall convene the organizational meeting of the  
35 commission.

36 Sec. 5. Section 262.1, Code 2005, is amended to  
37 read as follows:

38 262.1 MEMBERSHIP.

39 The state board of regents is established as part  
40 of the department of education consists of nine  
41 members, eight of whom shall be selected from the  
42 state at large solely with regard to their  
43 qualifications and fitness to discharge the duties of  
44 the office. The ninth member shall be a student  
45 enrolled on a full-time basis in good standing at  
46 either the graduate or undergraduate level at one of  
47 the institutions listed in section 262.7, subsection  
48 1, 2, or 3, at the time of the member's appointment.  
49 Not more than five members shall be of the same  
50 political party.

H-8381

1 Sec. 6. Section 262.7, subsection 1, Code 2005, is  
2 amended to read as follows:

3 1. The state university of Iowa, including the  
4 university of Iowa hospitals and clinics.

5 Sec. 7. Section 262.8, Code 2005, is amended to  
6 read as follows:

7 262.8 MEETINGS.

8 The board shall meet four times a year. Special  
9 meetings may be called by the board, by the president  
10 of the board, or by the ~~secretary of the board~~  
11 director of the department of education upon written  
12 request of any five members thereof.

13 Sec. 8. Section 262.11, Code 2005, is amended to  
14 read as follows:

15 262.11 RECORD -- ACTS AFFECTING PROPERTY.

16 All acts of the board relating to the management,  
17 purchase, disposition, or use of lands and other  
18 property of said institutions shall be entered of  
19 record, which shall show the members present, and how  
20 each voted upon each proposition. The board may, in  
21 its discretion, delegate to each university the  
22 authority to approve leases.

23 Sec. 9. Section 262.34A, Code 2005, is amended to  
24 read as follows:

25 262.34A BID REQUESTS AND TARGETED SMALL BUSINESS  
26 PROCUREMENT.

27 1. The state board of regents shall request bids  
28 and proposals for materials, products, supplies,  
29 provisions, and other needed articles to be purchased  
30 at public expense, from Iowa state industries as  
31 defined in section 904.802, subsection 2, when the  
32 articles are available in the requested quantity and  
33 at comparable prices and quality.

34 2. Notwithstanding section 73.16, subsection 2,  
35 the board may issue electronic bid notices for  
36 distribution to the targeted small business internet  
37 site through internet links to each of the regents  
38 institutions.

39 3. Notwithstanding section 73.17, the board shall  
40 notify the director of the department of economic  
41 development of regents institutions' targeted small  
42 business purchases on an annual basis.

43 Sec. 10. Section 262.58, Code 2005, is amended to  
44 read as follows:

45 262.58 RATES AND TERMS OF BONDS OR NOTES.

46 Such bonds or notes may bear such date or dates,  
47 may bear interest at such rate or rates, payable  
48 semiannually, may mature at such time or times, may be  
49 in such form, carry such registration privileges, may  
50 be payable at such place or places, may be subject to

1 such terms of redemption prior to maturity with or  
2 without premium, if so stated on the face thereof, and  
3 may contain such terms and covenants all as may be  
4 provided by the resolution of the board authorizing  
5 the issuance of the bonds or notes. In addition to  
6 the estimated cost of construction, the cost of the  
7 project shall be deemed to include interest upon the  
8 bonds or notes during construction and for six months  
9 after the estimated completion date, the compensation  
10 of a fiscal agent or adviser, and engineering,  
11 administrative and legal expenses. Such bonds or  
12 notes shall be executed by the president of the state  
13 board of regents and attested by the ~~secretary thereof~~  
14 the director of the department of education and the  
15 coupons thereto attached shall be executed with the  
16 original or facsimile signatures of said president and  
17 ~~secretary~~ director. Any bonds or notes bearing the  
18 signatures of officers in office on the date of the  
19 signing thereof shall be valid and binding for all  
20 purposes, notwithstanding that before delivery thereof  
21 any or all such persons whose signatures appear  
22 thereon shall have ceased to be such officers. Each  
23 such bond or note shall state upon its face the name  
24 of the institution on behalf of which it is issued,  
25 that it is payable solely and only from the net rents,  
26 profits and income derived from the operation of  
27 residence halls or dormitories, including dining and  
28 other incidental facilities, at such institution as  
29 hereinbefore provided, and that it does not constitute  
30 a charge against the state of Iowa within the meaning  
31 or application of any constitutional or statutory  
32 limitation or provision. The issuance of such bonds  
33 or notes shall be recorded in the office of the  
34 treasurer of the institution on behalf of which the  
35 same are issued, and a certificate by such treasurer  
36 to this effect shall be printed on the back of each  
37 such bond or note.

38 Sec. 11. Section 262A.6, Code 2005, is amended to  
39 read as follows:

40 262A.6 FORM AND CONDITION OF BONDS.

41 Such bonds may bear such date or dates, may bear  
42 interest at such rate or rates, payable semiannually,  
43 may mature at such time or times, may be in such form  
44 and denominations, may carry such registration  
45 privileges, may be payable at such place or places,  
46 may be subject to such terms of redemption prior to  
47 maturity with or without premium, if so stated on the  
48 face thereof, and may contain such terms and  
49 covenants, including the establishment of reserves,  
50 all as may be provided by the resolution of the board

1 authorizing the issuance of the bonds. In addition to  
2 the estimated cost of construction, including site  
3 costs, the cost of the project may include interest  
4 upon the bonds during construction and for six months  
5 after the estimated completion date, the compensation  
6 of a fiscal agent or adviser, engineering,  
7 architectural, administrative and legal expenses and  
8 provision for contingencies. Such bonds shall be  
9 executed by the president of the state board of  
10 regents and attested by the ~~executive secretary~~  
11 director, secretary or other official thereof  
12 performing the duties of ~~secretary~~ director, and the  
13 coupons thereto attached shall be executed with the  
14 original or facsimile signatures of said president,  
15 ~~executive secretary~~ director, secretary or other  
16 official; provided, however, that the facsimile  
17 signature of either of such officers executing such  
18 bonds may be imprinted on the face of the bonds in  
19 lieu of the manual signature of such officer, but at  
20 least one of the signatures appearing on the face of  
21 each bond shall be a manual signature. Any bonds  
22 bearing the signatures of officers in office on the  
23 date of the signing thereof shall be valid and binding  
24 for all purposes, notwithstanding that before delivery  
25 thereof any or all such persons whose signatures  
26 appear thereon shall have ceased to be such officers.  
27 Each such bond shall state upon its face the name of  
28 the institution on behalf of which it is issued, that  
29 it is payable solely and only from the student fees  
30 and charges and institutional income received by such  
31 institution as hereinbefore provided, and that it does  
32 not constitute a debt of or charge against the state  
33 of Iowa within the meaning or application of any  
34 constitutional or statutory limitation or provision.  
35 The issuance of such bonds shall be recorded in the  
36 office of the treasurer of the institution on behalf  
37 of which the same are issued, and a certificate by  
38 such treasurer to this effect shall be printed on the  
39 back of each such bond.

40 Sec. 12. Section 263A.4, Code 2005, is amended to  
41 read as follows:

42 263A.4 BONDS OR NOTES PROVISIONS.

43 Such bonds or notes may bear such date or dates,  
44 may bear interest at such rate or rates, payable  
45 semiannually, may mature at such time or times, may be  
46 in such form and denominations, carry such  
47 registration privileges, may be payable at such place  
48 or places, may be subject to such terms of redemption  
49 prior to maturity with or without premium, if so  
50 stated on the face thereof, and may contain such terms

1 and covenants, including the establishment of  
2 reserves, all as may be provided by the resolution of  
3 the board authorizing the issuance of the bonds or  
4 notes. In addition to the estimated cost of  
5 construction, including site costs, the cost of the  
6 project may include interest upon the bonds or notes  
7 during construction and for six months after the  
8 estimated completion date, the compensation of a  
9 fiscal agent or adviser, engineering, architectural,  
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11 contingencies. Such bonds or notes shall be executed  
12 by the president of the state board of regents and  
13 attested by the ~~executive secretary~~ director,  
14 secretary, or other official thereof performing the  
15 duties of ~~secretary~~ director, and the coupons thereto  
16 attached shall be executed with the original or  
17 facsimile signatures of said president, ~~executive~~  
18 ~~secretary~~ director, secretary, or other official;  
19 provided, however, that the facsimile signature of  
20 either of such officers executing such bonds may be  
21 imprinted on the face of the bonds in lieu of the  
22 manual signature of such officer, but at least one of  
23 the signatures appearing on the face of each bond  
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25 bearing the signatures of officers in office on the  
26 date of the signing thereof shall be valid and binding  
27 for all purposes, notwithstanding that before delivery  
28 thereof any or all such persons whose signatures  
29 appear thereon shall have ceased to be such officers.  
30 Each such bond or note shall state upon its face the  
31 name of the institution on behalf of which it is  
32 issued, that it is payable solely and only from  
33 hospital income received by such institution as  
34 provided in this chapter, and that it does not  
35 constitute a debt of or charge against the state of  
36 Iowa within the meaning or application of any  
37 constitutional or statutory limitation or provision.  
38 The issuance of such bonds or notes shall be recorded  
39 in the office of the treasurer of the institution, and  
40 a certificate by such treasurer to this effect shall  
41 be printed on the back of each such bond or note.

42 Sec. 12. Section 262.29, Code 2005, is repealed."  
43 2. Title page, line 1, by inserting before the  
44 word "administrative" the following: "establishment  
45 and".

By PETTENGILL of Benton  
STRUYK of Pottawattamie  
QUIRK of Chickasaw

SENATE FILE 2358

AN ACT

RELATING TO THE ADMINISTRATIVE DUTIES OF THE STATE BOARD OF REGENTS.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 15H.3, subsection 1, paragraph e, Code Supplement 2005, is amended to read as follows:

e. The executive ~~secretary~~ director of the state board of regents, or the executive ~~secretary's~~ director's designee.

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**262A.6 FORM AND CONDITION OF BONDS.**

Such bonds may bear such date or dates, may bear interest at such rate or rates, payable semiannually, may mature at such time or times, may be in such form and denominations, may carry such registration privileges, may be payable at such

place or places, may be subject to such terms of redemption prior to maturity with or without premium, if so stated on the face thereof, and may contain such terms and covenants, including the establishment of reserves, all as may be provided by the resolution of the board authorizing the issuance of the bonds. In addition to the estimated cost of construction, including site costs, the cost of the project may include interest upon the bonds during construction and for six months after the estimated completion date, the compensation of a fiscal agent or adviser, engineering, architectural, administrative and legal expenses and provision for contingencies. Such bonds shall be executed by the president of the state board of regents and attested by the executive secretary director, secretary or other official thereof performing the duties of secretary executive director, and the coupons thereto attached shall be executed with the original or facsimile signatures of said president, executive secretary director, secretary or other official; provided, however, that the facsimile signature of either of such officers executing such bonds may be imprinted on the face of the bonds in lieu of the manual signature of such officer, but at least one of the signatures appearing on the face of each bond shall be a manual signature. Any bonds bearing the signatures of officers in office on the date of the signing thereof shall be valid and binding for all purposes, notwithstanding that before delivery thereof any or all such persons whose signatures appear thereon shall have ceased to be such officers. Each such bond shall state upon its face the name of the institution on behalf of which it is issued, that it is payable solely and only from the student fees and charges and institutional income received by such institution as hereinbefore provided, and that it does not constitute a debt of or charge against the state of Iowa within the meaning or application of any constitutional or statutory limitation or provision. The issuance of such bonds shall be recorded in the office of the treasurer of the institution on behalf of

which the same are issued, and a certificate by such treasurer to this effect shall be printed on the back of each such bond.

Sec. 9. Section 263A.4, Code 2005, is amended to read as follows:

263A.4 BONDS OR NOTES PROVISIONS.

Such bonds or notes may bear such date or dates, may bear interest at such rate or rates, payable semiannually, may mature at such time or times, may be in such form and denominations, carry such registration privileges, may be payable at such place or places, may be subject to such terms of redemption prior to maturity with or without premium, if so stated on the face thereof, and may contain such terms and covenants, including the establishment of reserves, all as may be provided by the resolution of the board authorizing the issuance of the bonds or notes. In addition to the estimated cost of construction, including site costs, the cost of the project may include interest upon the bonds or notes during construction and for six months after the estimated completion date, the compensation of a fiscal agent or adviser, engineering, architectural, administrative, and legal expenses and provision for contingencies. Such bonds or notes shall be executed by the president of the state board of regents and attested by the executive secretary director, secretary, or other official thereof performing the duties of secretary executive director, and the coupons thereto attached shall be executed with the original or facsimile signatures of said president, executive secretary director, secretary, or other official; provided, however, that the facsimile signature of either of such officers executing such bonds may be imprinted on the face of the bonds in lieu of the manual signature of such officer, but at least one of the signatures appearing on the face of each bond shall be a manual signature. Any bonds or notes bearing the signatures of officers in office on the date of the signing thereof shall be valid and binding for all purposes, notwithstanding that before delivery thereof any or all such persons whose signatures appear thereon shall have

ceased to be such officers. Each such bond or note shall state upon its face the name of the institution on behalf of which it is issued, that it is payable solely and only from hospital income received by such institution as provided in this chapter, and that it does not constitute a debt of or charge against the state of Iowa within the meaning or application of any constitutional or statutory limitation or provision. The issuance of such bonds or notes shall be recorded in the office of the treasurer of the institution, and a certificate by such treasurer to this effect shall be printed on the back of each such bond or note.

Sec. 10. Section 262.29, Code 2005, is repealed.

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JEFFREY M. LAMBERTI  
President of the Senate

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CHRISTOPHER C. RANTS  
Speaker of the House

I hereby certify that this bill originated in the Senate and is known as Senate File 2358, Eighty-first General Assembly.

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MICHAEL E. MARSHALL  
Secretary of the Senate

Approved \_\_\_\_\_, 2006

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THOMAS J. VILSACK  
Governor