

3343.

DISAPPROVAL, BONDS OF McDONALD VILLAGE SCHOOL DISTRICT,
TRUMBULL COUNTY, \$20,000.

COLUMBUS, OHIO, July 12, 1922.

Department of Industrial Relations, Industrial Commission of Ohio, Columbus, Ohio.

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DISAPPROVAL, BONDS OF CANAAN TOWNSHIP RURAL SCHOOL DIS-
TRICT, WAYNE COUNTY, \$10,000.

COLUMBUS, OHIO, July 12, 1922.

Department of Industrial Relations, Industrial Commission of Ohio, Columbus, Ohio.

Re: Bonds of Canaan Township Rural School District, Wayne County, in the sum of \$10,000, for the stated purpose of liquidating certain items of indebtedness against said school district.

GENTLEMEN:—This is an issue of bonds under the assumed authority of section 5656 G. C. for the purpose above noted. The resolution providing for this issue is fatally defective for the reason that nowhere therein is the indebtedness to be funded by this issue of bonds determined to be an existing, valid and binding obligation of said school district as required by the provisions of section 5658 G. C., nor does it appear from said resolution or otherwise that said indebtedness is one that the school district was not able to pay at maturity by reason of the limits of taxation applicable to said school district.

In addition to the objections just noted, which are fatal to the validity of the issue of bonds provided for by said resolution, I note the following objections:

(1) The first bond of the series of bonds covering this issue, according to the terms of the bond resolution, matures October 1, 1927. The provision of the bond resolution with respect to the maturity of this bond is in conflict with the requirements of section 2295-12, 109 O. L., 344, which provides that said first bond should not mature later than eleven months after the date fixed by law for the final tax settlement between the county treasurer and the political subdivision or taxing district next following the inclusion of a tax for such issue in the annual budget by the county auditor. According to the requirements of this section of the General Code the date fixed for the maturity of said first bond should not, practically speaking, be later than eleven months after September 1, 1923, to-wit, August 1, 1924.

(2) The transcript shows an existing bonded indebtedness of said school district in the amount of \$30,000. Said transcript however does not show that a