

3853.

APPROVAL, BONDS OF VILLAGE OF BEREA, CUYAHOGA COUNTY,
\$38,000.00.

COLUMBUS, OHIO, December 3, 1926.

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

3854.

DISAPPROVAL, BONDS OF CITY OF BUCYRUS, CRAWFORD COUNTY,
\$35,000.00.

COLUMBUS, OHIO, December 3, 1926.

Re: Bonds of City of Bucyrus, Crawford County, \$35,000.00.

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

GENTLEMEN:—The foregoing bonds in the sum of \$35,000.00 are part of an issue of \$60,000.00 of the City of Bucyrus for the purpose of acquiring a water works plant for said city.

The proceedings for the issuance of said bonds have been conducted under the authority of article XVIII, section 12 of the constitution of the State of Ohio, which is as follows:

“Any municipality which requires, constructs or extends any public utility and desires to raise money for such purposes may issue mortgage bonds therefor beyond the general limit of bonded indebtedness prescribed by law; provided that such mortgage bonds issued beyond the general limit of bonded indebtedness prescribed by law shall not impose any liability upon such municipality but shall be secured only upon the property and revenues of such public utility, including a franchise stating the terms upon which, in case of foreclosure, the purchaser may operate the same, which franchise shall in no case extend for a longer period than twenty years from the date of the sale of such utility and franchise on foreclosure.”

It will be observed from reading the foregoing provision of the constitution that the general limit of bonded indebtedness prescribed by law shall not impose any liability upon such municipality and shall be secured only upon the property and revenues of such public utility.

The ordinance passed by the council providing for the payment of this issue of bonds as found in section 11 thereof provides as follows:

“In order to secure the payment of the principal and interest on said bonds as the same shall become due and payable, the mayor and auditor are hereby authorized and directed in the name of and on behalf of the city of