

558.

APPROVAL—BONDS OF CITY OF TOLEDO SCHOOL DISTRICT, LUCAS COUNTY, OHIO, \$8,000.00.

COLUMBUS, OHIO, May 4, 1937.

The Industrial Commission of Ohio, Columbus, Ohio.

GENTLEMEN :

RE: Bonds of Toledo City School Dist., Lucas County, Ohio, \$8,000.00.

The above purchase of bonds appears to be part of an issue of bonds of the above school district dated June 1, 1927. The transcript relative to the above bond issue was approved by this office in an opinion rendered to the Teachers Retirement System under date of November 20, 1933, being Opinion No. 1886.

It is accordingly my opinion that these bonds constitute a valid and legal obligation of said school district.

Respectfully,

HERBERT S. DUFFY,
Attorney General.

559.

APPROVAL—BONDS OF CUYAHOGA COUNTY, OHIO, \$12,000.00.

COLUMBUS, OHIO, May 4, 1937.

The Industrial Commission of Ohio, Columbus, Ohio.

GENTLEMEN :

RE: Bonds of Cuyahoga County, Ohio, \$12,000.00.

The above purchase of bonds appears to be part of an issue of bonds of the above county dated May 1, 1930. The transcript relative to this issue was approved by this office in an opinion rendered to the Teachers Retirement System under date of October 26, 1933, being Opinion No. 1781.

It is accordingly my opinion that these bonds constitute a valid and legal obligation of said county.

Respectfully,

HERBERT S. DUFFY,
Attorney General.

560.

BONDS—PUBLIC REVENUES—SELLING AT LESS THAN PAR
CAPITALIZATION OF INTEREST—PROCEEDS NOT IN
EXCESS OF 6%.

SYLLABUS:

Under Section 3619-2, General Code, it is legal to capitalize interest provided that bonds are sold at less than par and provided further that the selling price is such, when computed by standard tables of bond values, that the interest cost to the municipality of the funds representing the proceeds of said bonds shall not exceed 6% per annum.

COLUMBUS, OHIO, May 5, 1937.

Bureau of Inspection and Supervision of Public Offices, Columbus, Ohio.
GENTLEMEN:

I am in receipt of your letter of recent date requesting my opinion which reads as follows:

“We are attaching hereto that portion of the report of our State Examiner on the Village of Mechanicsburg, Ohio, that pertains to the purchase of the waterworks plant and distributing system from The Peoples State Bank of Indianapolis, Indiana. May we call your attention to the several exhibits in said report marked Exhibits ‘A’ to ‘O’ inclusive.

Exhibit ‘A’ is a copy of the contract in which the village agrees to pay to the bank the principal sum of \$65,000 in full payment for said waterworks plant and distributing system.

Exhibit ‘O’ is an affidavit of The Peoples State Bank by its Vice-president, Clarence R. Weaver, that shows the said Bank received in payment for said waterworks plant and distribution system, from said village of Mechanicsburg, Ohio, the sum of \$8000 in cash and \$65,000 in Mortgage Revenue Bonds leaving interest at the rate of four percent.