

Johnson
McKibben
Connolly

SSB 3235
WAYS & MEANS

SENATE FILE _____ Succeeded By
BY (PROPOSED COMMITTEE ON HE 2457)
WAYS AND MEANS BILL BY
CHAIRPERSON JOHNSON)

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to certification of the need for the physical
2 plant and equipment property tax levy in certain urban renewal
3 areas and providing an applicability date.

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

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1 Section 1. Section 403.19, subsection 2, Code 1999, as
2 amended by 2000 Iowa Acts, Senate File 2089, section 2, is
3 amended to read as follows:

4 2. That portion of the taxes each year in excess of such
5 amount shall be allocated to and when collected be paid into a
6 special fund of the municipality to pay the principal of and
7 interest on loans, moneys advanced to, or indebtedness,
8 whether funded, refunded, assumed, or otherwise, including
9 bonds issued under the authority of section 403.9, subsection
10 1, incurred by the municipality to finance or refinance, in
11 whole or in part, an urban renewal project within the area,
12 and to provide assistance for low and moderate income family
13 housing as provided in section 403.22, except that taxes for
14 the regular and voter-approved physical plant and equipment
15 levy of a school district imposed pursuant to section 298.2
16 and taxes for the payment of bonds and interest of each taxing
17 district must be collected against all taxable property within
18 the taxing district without limitation by the provisions of
19 this subsection. However, all or a portion of the taxes for
20 the physical plant and equipment levy shall be paid by the
21 school district to the municipality if the municipality
22 certifies to the ~~school-district-by-July-1~~ county auditor the
23 amount of such levy that is necessary to pay the principal and
24 interest on indebtedness incurred by the municipality to
25 finance an urban renewal project, which indebtedness was
26 incurred before July 1, 2000. If the county auditor concurs
27 with the certification, the auditor shall notify the school
28 district by July 1. ~~Such~~ The school district shall pay over
29 the amount certified by November 1 following certification
30 notification to the school district. Unless and until the
31 total assessed valuation of the taxable property in an urban
32 renewal area exceeds the total assessed value of the taxable
33 property in such area as shown by the last equalized
34 assessment roll referred to in subsection 1, all of the taxes
35 levied and collected upon the taxable property in the urban

1 renewal area shall be paid into the funds for the respective
2 taxing districts as taxes by or for the taxing districts in
3 the same manner as all other property taxes. When such loans,
4 advances, indebtedness, and bonds, if any, and interest
5 thereon, have been paid, all moneys thereafter received from
6 taxes upon the taxable property in such urban renewal area
7 shall be paid into the funds for the respective taxing
8 districts in the same manner as taxes on all other property.

9 Sec. 2. APPLICABILITY DATE. This Act applies to property
10 taxes due and owing on or after July 1, 2000.

11 EXPLANATION

12 Senate File 2089 was enacted during the 2000 legislative
13 session to allow revenues from a physical plant and equipment
14 levy (PPEL) in an urban renewal area to be paid to the
15 appropriate school district unless the city certifies to the
16 school district that all or a portion of the revenue is needed
17 to pay debt of the urban renewal area.

18 This bill provides that the city is to certify the need for
19 the PPEL revenue to the county auditor and if the county
20 auditor concurs, the auditor is to notify the school district.

21 The bill applies to property taxes due and owing on or
22 after July 1, 2000.

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H. 4/19/00 W. & M.

FILED APR 13 '00

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SENATE FILE
BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO SSB 3235)

Passed Senate, Date ^(P. 1273) 4-19-00 Passed House, Date _____
Vote: Ayes 45 Nays 0 Vote: Ayes _____ Nays _____
Approved _____

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SF 2457

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