

Senate File 2396

H-8353

1 Amend Senate File 2396, as amended, passed, and reprinted by
2 the Senate, as follows:

3 1. Page 23, after line 20 by inserting:

4 <DIVISION ____
5 LENGTH OF SERVICE AWARD PROGRAMS

6 Sec. ____ . Section 99G.39, Code 2024, is amended by adding
7 the following new subsection:

8 NEW SUBSECTION. 5A. Two million dollars in lottery revenues
9 shall be transferred each fiscal year to the length of service
10 award program grant fund created in section 100B.52 prior to
11 deposit of the lottery revenues in the general fund of the
12 state pursuant to section 99G.40.

13 Sec. ____ . NEW SECTION. 100B.51 Length of service award
14 programs — authorization.

15 The governing body of a municipality, as defined in section
16 100B.21, is authorized to establish a length of service award
17 program for volunteer fire fighters as defined in section
18 85.61, emergency medical care providers as defined in section
19 147A.1 who are volunteers, and reserve peace officers as
20 defined in section 80D.1A. The program shall provide length
21 of service awards, as described in section 457(e)(11) of the
22 Internal Revenue Code, to volunteer fire fighters, volunteer
23 emergency medical care providers, and reserve peace officers
24 serving a municipality that elects to establish a program. The
25 program shall be designed to treat awards from the program as
26 a tax-deferred benefit under the Internal Revenue Code. The
27 governing body of the municipality shall, in consultation with
28 the chief or other person in command of the fire department
29 and police department serving the municipality, as applicable,
30 adopt guidelines providing for eligibility requirements for
31 participation by volunteer fire fighters, volunteer emergency
32 medical care providers, and reserve peace officers, minimum
33 vesting requirements, distribution requirements, and such other
34 guidelines as deemed necessary to operate the program.

35 Sec. ____ . NEW SECTION. 100B.52 Length of service award

1 **program grant fund — appropriation.**

2 1. A length of service award program grant fund is created
3 in the state treasury under the control of the department of
4 revenue. The fund shall consist of all moneys appropriated to
5 the fund.

6 2. Moneys in the length of service award program grant fund
7 are appropriated to the department of revenue for the purpose
8 of providing grants to municipalities that have established
9 a length of service award program as described in section
10 100B.51 to provide contributions to the program on behalf
11 of participants in the program. The department of revenue
12 shall adopt rules pursuant to chapter 17A establishing a grant
13 application process. The rules must require a municipality to
14 electronically file the grant application with the department
15 of revenue. The grant process shall provide for up to a
16 dollar-for-dollar funding match from a municipality that has
17 established a length of service award program, not to exceed
18 five hundred dollars per person in the program receiving the
19 grant. If the amount in the fund is insufficient to pay all the
20 eligible grants in a fiscal year, the director of revenue shall
21 prorate the moneys awarded to each municipality. The grant
22 process shall allow a municipality to use moneys received to
23 fund the program from gifts, devises, bequests, or any other
24 source for purposes of providing the funding match required by
25 this subsection.

26 3. Notwithstanding section 12C.7, subsection 2, interest or
27 earnings on moneys deposited in the fund shall be credited to
28 the fund. Notwithstanding section 8.33, moneys credited to the
29 fund shall not revert at the close of a fiscal year.

30 Sec. ____ . EFFECTIVE DATE. This division of this Act takes
31 effect January 1, 2025.>

32 2. Title page, line 5, after <thresholds,> by inserting
33 <implementing a local tax-deferred benefit,>

34 3. By renumbering as necessary.

BLOOMINGDALE of Worth