



HOUSE FILE 2644

AN ACT

RELATING TO DEPARTMENT OF HUMAN SERVICES' TECHNICAL REQUIREMENTS INVOLVING INDIVIDUAL DEVELOPMENT ACCOUNTS, FAMILY INVESTMENT PROGRAM LIMITED BENEFIT PLANS, PATERNITY ESTABLISHMENT DEFINITIONS, AND THE STATE CHILD CARE ASSISTANCE PROGRAM, AND INCLUDING EFFECTIVE DATE AND RETROACTIVE APPLICABILITY PROVISIONS.

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

DIVISION I

INDIVIDUAL DEVELOPMENT ACCOUNTS

Section 1. Section 450.4, subsection 6, Code 2005, is amended to read as follows:

6. On property in an individual development account in the name of the decedent that passes to another individual development account ~~or the state human investment reserve pool created in section 541A.4~~. For purposes of this subsection, "individual development account" means an account that has been certified as an individual development account pursuant to chapter 541A.

Sec. 2. Section 541A.1, subsection 9, Code 2005, is amended by striking the subsection.

Sec. 3. Section 541A.2, subsection 2, paragraph b, Code 2005, is amended by striking the paragraph.

Sec. 4. Section 541A.2, subsection 9, Code 2005, is amended to read as follows:

9. In the event of an account holder's death, the account may be transferred to the ownership of a contingent beneficiary or to the individual development account of another account holder. An account holder shall name

contingent beneficiaries or transferees at the time the account is established and a named beneficiary or transferee may be changed at the discretion of the account holder. ~~If the named beneficiary or transferee is deceased or otherwise cannot accept the transfer, the moneys shall be transferred to the reserve pool.~~

Sec. 5. Section 541A.3, subsection 1, unnumbered paragraph 1, Code 2005, is amended to read as follows:

Payment by the state of a savings refund on amounts of up to two thousand dollars per calendar year that an account holder deposits in the account holder's account. Moneys transferred to an individual development account from another individual development account and a savings refund received by the account holder in accordance with section 541A.3 shall not be considered an account holder deposit for purposes of determining a savings refund. Payment of a savings refund either shall be made directly to the account ~~holder's account holder~~ or to an operating organization's central reserve account for later distribution to the account ~~holder's account holder~~ in the most appropriate manner as determined by the administrator. The state savings refund shall be the indicated percentage of the amount deposited:

Sec. 6. Section 541A.3, subsection 5, Code 2005, is amended to read as follows:

5. The administrator shall coordinate the filing of claims for savings refunds authorized under subsection 1, between account holders, operating organizations, and the department of administrative services. Claims approved by the administrator may be paid by the department of administrative services to each account holder, for an aggregate amount for distribution to the holders of the accounts in a particular financial institution, or to an operating organization's central reserve account for later distribution to the account ~~holders' accounts~~ holders depending on the efficiency for issuing the refunds. Claims shall be initially filed with the administrator on or before a date established by the administrator. Claims approved by the administrator shall be paid from the general fund of the state in the manner specified in section 422.74.

Sec. 7. Section 541A.4, Code 2005, is repealed.

Sec. 8. RETROACTIVE APPLICABILITY. This division of this Act, being deemed of immediate importance, takes effect upon enactment, is retroactively applicable to January 1, 2006, and is applicable on and after that date.

DIVISION II

FAMILY INVESTMENT PROGRAM -- LIMITED BENEFIT PLAN

Sec. 9. Section 239B.9, subsection 1, paragraph a, Code 2005, is amended to read as follows:

a. If a participant responsible for signing and fulfilling the terms of a family investment agreement, as defined by the director of human services in accordance with section 239B.8, chooses not to sign or fulfill the terms of the agreement, the participant's family, or the individual participant shall enter into a limited benefit plan. Initial actions in a written statement under section 239B.2, subsection 4, which were committed to by a participant during the application period and which commitment remains in effect, shall be considered to be a term of the participant's family investment agreement. A limited benefit plan shall apply for the period of time specified in this section. The first month of the limited benefit plan is the first month after the month in which timely and adequate notice of the limited benefit plan is given to the participant as defined by the director of human services. ~~A participant who is exempt from the JOBS program but who volunteers for the program is not subject to imposition of a limited benefit plan.~~ The elements of a limited benefit plan shall be specified in the department's rules.

Sec. 10. Section 239B.9, subsection 2, paragraph a, Code 2005, is amended to read as follows:

a. PARENT. If the participant responsible for the family investment agreement is a parent, the limited benefit plan is applicable to the entire participant family. ~~If the family reapplies for assistance after an ineligibility period, eligibility shall be established in the same manner as for any other new applicant.~~

Sec. 11. Section 239B.9, subsection 2, paragraph c, Code 2005, is amended to read as follows:

c. MINOR PARENT LIVING WITH ADULT PARENT OR SPECIFIED RELATIVE. If the participant family includes a minor parent living with the minor parent's adult parent or specified relative who receives family investment program assistance and both individuals are responsible for developing a family investment agreement, each individual is responsible for a separate family investment agreement, and the limited benefit plan shall be applied as follows:

(1) If the adult parent ~~or-specified-relative~~ chooses the limited benefit plan, the requirements of the limited benefit plan shall apply to the entire participant family, even though the minor parent has not chosen the limited benefit plan. However, the minor parent may reapply for assistance as a minor parent living with self-supporting parents or living independently and continue in the family investment agreement process.

(2) If the minor parent chooses the limited benefit plan, the requirements of the limited benefit plan shall apply to the minor parent and any child of the minor parent.

(3) If the specified relative chooses the limited benefit plan, the requirements of the limited benefit plan shall apply only to the specified relative.

DIVISION III

PATERNITY ESTABLISHMENT

Sec. 12. Section 252F.1, Code 2005, is amended by adding the following new subsection:

NEW SUBSECTION. 1A. "Child" means a person who is less than age eighteen or a person who is age eighteen but less than age nineteen and is engaged full-time in completing high school graduation or equivalency requirements in a manner which is reasonably expected to result in completion of the requirements prior to the person reaching age nineteen.

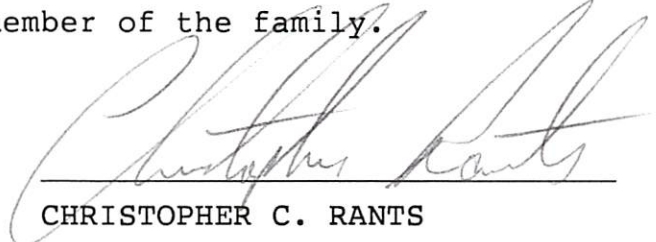
DIVISION IV

STATE CHILD CARE ASSISTANCE PROGRAM

Sec. 13. Section 237A.13, subsection 5, paragraphs c and d, Code 2005, are amended to read as follows:

c. Families with an income of more than one hundred percent but not more than one hundred ~~forty~~ forty-five percent of the federal poverty level whose members are employed at least twenty-eight hours per week.

d. Families with an income at or below ~~one~~ two hundred ~~seventy-five~~ percent of the federal poverty level whose members are employed at least twenty-eight hours per week with a special needs child as a member of the family.



CHRISTOPHER C. RANTS
Speaker of the House



JOHN P. KIBBIE
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 2644, Eighty-first General Assembly.



MARGARET THOMSON
Chief Clerk of the House

Approved MARCH 29, 2006



THOMAS J. VILSACK
Governor