

February 28, 1969

State Government

Pass as amended 3-18, Pass 1-26
Jan 2-4, Pass 2-17

HOUSE FILE 409

By KREAMER, TAPSCOTT
and HUFF

Passed House, Date 1-29-70 Passed Senate, Date 3-17-70
Vote: Ayes 97 Nays 10 Vote: Ayes 37 Nays 15
Approved March 26, 1970

A BILL FOR

- 1 An Act relating to public employee credit unions.
- 2 *Be It Enacted by the General Assembly of the State of Iowa:*
- 3 Section 1. Chapter five hundred thirty-three (533),
- 4 Code 1966, is hereby amended by adding the following new
- 5 section.
- 6 "When a credit union has been organized by the employees
- 7 of the state or of any political or municipal subdivision
- 8 of the state, the officer who writes warrants for the state
- 9 or other governmental body by which any public employe
- 10 credit union member is employed, shall withhold from the
- 11 salary or wages of such employee, and pay over to such
- 12 credit union, such sums as may be designated by written
- 13 authorization signed by such employee. The provisions of
- 14 section five hundred thirty-nine point four (539.4) of the
- 15 the Code shall have no application hereto."

EXPLANATION OF HOUSE FILE 409

Public employees have requested the privilege of payroll deduction where a credit union has been organized, such as is commonly provided by other employers. This provision would be entirely voluntary on the part of the employee and could be cancelled by him at any time.

In 1965 the General Assembly passed a law to authorize payroll withholding for the United Campaign, thereby assisting public employees in donating to a charitable cause. This bill would give them similar aid for the purpose of saving their money or paying their debts on a regular basis.

- 1 Amend House File 409 as follows:
- 2 1. Page 1, line ten (10), by striking the word "shall" and
- 3 inserting in lieu thereof the word "may".

Filed - *Adopted 1-29*
March 18, 1969

COMMITTEE ON STATE GOVERNMENT
C. RAYMOND FISHER, Chairman