

*Do Pass 3/19 (p 110)*

State Government  
Schwengels, Chairperson  
Lura  
Palmer

*the State Govt. 4/1/81  
Do Pass 4/1/81 (p 110)*

**FILED MAR 5 1981**

SENATE FILE

355

BY HOLDEN, SMALL, DRAKE,  
COLEMAN, GRATIAS AND  
RODGERS

Passed Senate, Date 3-31-81 (p 1037) Passed House, Date 4-21-81 (p 1290)

Vote: Ayes 46 Nays 1 Vote: Ayes 57 Nays 36

Approved May 7, 1981

*Referred Senate for House amendment 7 3543  
4-27-81 (p 1425)  
42-0*

# A BILL FOR

1 An Act requiring the Iowa housing finance authority to expend  
2 at least fifty percent of proceeds from bond sales for  
3 the construction of new housing.

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

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1 Section 1. Chapter 220, Code 1981, is amended by adding  
2 the following new section:

3 NEW SECTION. NEW CONSTRUCTION REQUIREMENT. The authority  
4 shall allocate at least fifty percent of the proceeds from  
5 sales of obligations of the authority for use in the  
6 construction of new housing units provided directly or  
7 indirectly by the authority. Failure to comply with this  
8 requirement does not invalidate any bonds, notes, or other  
9 obligations of the authority, but in the event of noncompliance  
10 with this requirement the authority shall make a special  
11 report to the governor and to the general assembly as to the  
12 reasons for noncompliance, and the authority shall not commit  
13 further funds for housing units that do not help meet this  
14 requirement until this requirement is reached, other than  
15 to complete projects already started.

16 EXPLANATION

17 This bill would require the Iowa housing finance authority  
18 to allocate at least 50 percent of the proceeds from the sale  
19 of bonds, notes, and other obligations of the authority for  
20 use in the construction of new dwelling units.

21 This bill would take effect July 1 following enactment.

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SENATE FILE 355

H-3673

1 Amend the amendment, H-3627, to page 1 of Senate  
2 File 355 as passed by the Senate as follows:  
3 1. Page 1, by striking lines 7 and 8, and by  
4 inserting in lieu thereof the words "of the proceeds  
5 from sales of obligations of the authority in each  
6 three-year period beginning".

BY CONLON of Muscatine  
TRUCANO of Polk  
CUSACK of Scott

H-3673 FILED  
APRIL 16, 1981  
*Adopted 4/21/81 (p. 1289)*

SENATE FILE 355

H-3627

1 Amend Senate File 355 as amended, passed and  
2 reprinted by the Senate as follows:  
3 1. Page 1, by striking lines 3 through 15 and  
4 inserting in lieu thereof the following:  
5 "NEW SECTION. NEW CONSTRUCTION REQUIREMENT. The  
6 authority shall insure that fifty percent or more  
7 of the housing units provided directly or indirectly  
8 by the authority in each three-year period beginning  
9 July 1, 1981, are newly constructed housing units.  
10 Failure to comply with this requirement does not  
11 invalidate any bonds, notes, or other obligations  
12 of the authority, but in the event of noncompliance  
13 with this requirement the authority shall make a  
14 special report to the governor and to the general  
15 assembly as to the reasons for noncompliance, and  
16 the authority shall not commit further funds for  
17 housing units that do not help meet this requirement  
18 until this requirement is reached, other than to  
19 complete projects already started."

H-3627 FILED BY TRUCANO of Polk  
APRIL 13, 1981 HALVORSON of Webster  
*Adopted as amended by 3673  
4/21/81 (p. 1289)*

HOUSE AMENDMENT TO SENATE FILE 355

S-3543

1 Amend Senate File 355 as amended, passed and  
2 reprinted by the Senate as follows:  
3 1. Page 1, by striking lines 3 through 15 and  
4 inserting in lieu thereof the following:  
5 "NEW SECTION. NEW CONSTRUCTION REQUIREMENT. The  
6 authority shall insure that fifty percent or more  
7 of the proceeds from sales of obligations of the  
8 authority in each three-year period beginning July  
9 1, 1981, are newly constructed housing units. Failure  
10 to comply with this requirement does not invalidate  
11 any bonds, notes, or other obligations of the  
12 authority, but in the event of noncompliance with  
13 this requirement the authority shall make a special  
14 report to the governor and to the general assembly  
15 as to the reasons for noncompliance, and the authority  
16 shall not commit further funds for housing units that  
17 do not help meet this requirement until this  
18 requirement is reached, other than to complete projects  
19 already started."

S-3543 FILED RECEIVED FROM THE HOUSE  
APRIL 23, 1981  
*Senate concurred 4/27/81 (p. 1435)*

SENATE FILE 355  
FISCAL NOTE

REQUESTED BY SENATOR HOLDEN

In compliance with a written request there is hereby submitted a Fiscal Note for Senate File 355 pursuant to Joint Rule 16.

S.F. 355 provides that the Iowa Housing Finance Authority allocate at least 50 percent of the proceeds from bond, note, and other obligation sales for use in the construction of new housing units provided directly or indirectly by the authority. If the authority fails to comply with the 50 percent minimum, it is required to make a report to the governor and the general assembly.

S.F. 355 has no impact on the profitability of bond sales; therefore, it has no impact on expected bond sales. Federal limitations on the usage of IHFA bonds may restrict the number of eligible new homes and thus make meeting the 50 percent minimum difficult.

S.F. 355 has no direct fiscal impact on state or local governments.

SOURCE: IOWA HOUSING FINANCY AUTHORITY

FILED  
MARCH 31, 1981

BY GERRY RANKIN, DIRECTOR  
LEGISLATIVE FISCAL BUREAU

until this requirement is reached, other than to complete projects already started.

SENATE FILE 355

AN ACT

REQUIRING THE IOWA HOUSING FINANCE AUTHORITY TO EXPEND AT LEAST FIFTY PERCENT OF PROCEEDS FROM BOND SALES FOR THE CONSTRUCTION OF NEW HOUSING.

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

Section 1. Chapter 220, Code 1981, is amended by adding the following new section:

NEW SECTION. NEW CONSTRUCTION REQUIREMENT. The authority shall insure that fifty percent or more of the proceeds from sales of obligations of the authority in each three-year period beginning July 1, 1981, are newly constructed housing units. Failure to comply with this requirement does not invalidate any bonds, notes, or other obligations of the authority, but in the event of noncompliance with this requirement the authority shall make a special report to the governor and to the general assembly as to the reasons for noncompliance, and the authority shall not commit further funds for housing units that do not help meet this requirement

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TERRY E. BRANSTAD  
President of the Senate

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DELWYN STROMER  
Speaker of the House

I hereby certify that this bill originated in the Senate and is known as Senate File 355, Sixty-ninth General Assembly.

Approved May 8, 1981

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LINDA HOWARTH MACKAY  
Secretary of the Senate

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ROBERT D. RAY  
Governor