

Agriculture: Skow, Chair; Muhlbauer, Cochran, Rensink and Van Maanen.

Re Pass 3/23/83 (p. 890)

FEB 25 1983

SENATE FILE 310

BY COMMITTEE ON AGRICULTURE
Approved 2/25 (p. 559)
(FORMERLY SSB 154)

Passed Senate, Date 3-4-83 (p. 621) Passed House, Date 4-29-83 (p. 1674)
Vote: Ayes 48 Nays _____ Vote: Ayes 95 Nays 0
Approved May 26, 1983

A BILL FOR

1 An Act relating to the limitation on state bank investments
2 in certain bonds or notes issued by the Iowa Family Farm
3 Development Authority.

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

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S.F. 310

1 Section 1. Section 524.901, subsection 2, Code 1983, is
 2 amended by adding the following new lettered paragraph:
 3 NEW LETTERED PARAGRAPH. The total amount of bonds or notes
 4 issued by the Iowa family farm development authority pursuant
 5 to chapter 175 which have been issued on behalf of any one
 6 owner or operator of agricultural land within the state, as
 7 provided for in section 175.34, and the proceeds of which
 8 have been loaned to that owner or operator, shall not exceed
 9 twenty percent of the capital and surplus of the state bank
 10 for each borrower.

11 EXPLANATION

12 The bill limits state bank investment in the bonds and
 13 notes issued by the Iowa family farm development authority
 14 under its soil conservation loan program in section 175.34
 15 to twenty percent of the capital and surplus of the state
 16 bank for each borrower.

17 The bill takes effect July 1 following enactment.

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SENATE FILE 310
FISCAL NOTE

REQUESTED BY SENATOR PRIEBE

In compliance with a written request there is hereby submitted a Fiscal Note for Senate File 310 pursuant to Joint Rule 17.

Senate File 310 relates to the limitation on state bank investments in certain bonds or notes issued by the Iowa Family Farm Development Authority. The intent is to permit state banks to make more soil conservation loan program loans to eligible applicants.

This would affect the operation of the IFFDA in that it would require more staff time and bond counsel time to process the loans. However, the IFFDA charges a loan application and closing fee for each loan to pay the costs of bond counsel and other costs. The additional time required by staff would have to be absorbed by the existing budget.
(1284S, 83-280, KMM)

SOURCE: IOWA FAMILY FARM DEVELOPMENT AUTHORITY
RECEIVED BY THE SECRETARY OF THE SENATE, MARCH 8, 1983

FILED:
MARCH 10, 1983

BY LEGISLATIVE FISCAL BUREAU
DENNIS C. PROUTY, DIRECTOR

twenty percent of the capital and surplus of the state bank
for each borrower.

ROBERT T. ANDERSON
President of the Senate

DONALD D. AVENSON
Speaker of the House

SENATE FILE 310

AN ACT

RELATING TO THE LIMITATION ON STATE BANK INVESTMENTS IN
CERTAIN BONDS OR NOTES ISSUED BY THE IOWA FAMILY FARM
DEVELOPMENT AUTHORITY.

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

Section 1. Section 524.901, subsection 2, Code 1983, is
amended by adding the following new lettered paragraph:

NEW LETTERED PARAGRAPH. The total amount of bonds or notes
issued by the Iowa family farm development authority pursuant
to chapter 175 which have been issued on behalf of any one
owner or operator of agricultural land within the state, as
provided for in section 175.34, and the proceeds of which
have been loaned to that owner or operator, shall not exceed

I hereby certify that this bill originated in the Senate and
is known as Senate File 310, Seventieth General Assembly.

K. MARIE THAYER
Secretary of the Senate

Approved May 26, 1983

TERRY E. BRANSTAD
Governor