

See State Court 2/22 Amended from SSB 221 - 2/22/90 3/8

FILED FEB 8 1990

SENATE FILE 2263
BY COMMITTEE ON STATE GOVERNMENT

(SUCCESSOR TO SSB 2221)
Approved (p. 1171)

Passed Senate, Date 2/19/90 (p. 59) Passed House, Date 3/14/90 (p. 108)
Vote: Ayes 49 Nays 0 Vote: Ayes 94 Nays 0

Approved March 30, 1990

*Approved Senate as amended by House
3/19/90 (p. 1171)
47-0*

A BILL FOR

- 1 An Act authorizing a board of trustees of certain public
- 2 hospitals to establish a separate fund for depreciation.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
- 4
- 5
- 6
- 7
- 8
- 9
- 10
- 11
- 12
- 13
- 14
- 15
- 16
- 17
- 18
- 19
- 20
- 21
- 22
- 23

S 2263

1 Section 1. Section 347A.1, Code 1989, is amended by adding
2 the following new unnumbered paragraph:

3 NEW UNNUMBERED PARAGRAPH. The board of hospital trustees
4 may establish a fund for depreciation as a separate fund.
5 Depreciation fund moneys may be invested in United States
6 government bonds and the accumulation of interest on the bonds
7 shall be used for the purposes of the depreciation fund. The
8 moneys shall remain invested in the bonds until the board of
9 hospital trustees determines the moneys shall be used for
10 hospital purposes.

11 EXPLANATION

12 This bill authorizes a board of trustees of certain public
13 hospitals organized under chapter 347A, which are payable from
14 revenue bonds, to establish a separate fund for depreciation.

15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35

SENATE FILE 2263

H-5594

1 Amend Senate File 2263, as passed by the Senate, as
2 follows:

3 1. Page 1, by inserting after line 10 the
4 following:

5 "Sec. 2. Section 347A.3, Code 1989, is amended to
6 read as follows:

7 347A.3 TAX FOR MAINTENANCE AND OPERATION.

8 If in any year, after payment of the accruing
9 interest on and principal due of revenue bonds issued
10 under chapter 331, division IV, part 4, and payable
11 from the revenues derived from the operation of the
12 county hospital, there is a balance of such revenues
13 insufficient to pay the expenses of operation, and
14 maintenance, and funded depreciation of the hospital,
15 the board of hospital trustees shall certify that fact
16 as soon as ascertained to the board of supervisors of
17 the county, and the board of supervisors shall make
18 the amount of the deficiency for paying the expenses
19 of operation, and maintenance, and funded depreciation
20 of the hospital available from other county funds or
21 shall levy a tax not to exceed one dollar and eight
22 cents per thousand dollars of assessed value in any
23 one year on all the taxable property in the county in
24 an amount sufficient for that purpose. However,
25 general county funds or the proceeds of taxes shall
26 not be used or applied to the payment of the interest
27 on or principal of revenue bonds issued under chapter
28 331, division IV, part 4, but general county funds or
29 proceeds of taxes may only be used and applied to pay
30 expenses of operation, and maintenance, and funded
31 depreciation of the hospital which cannot be paid from
32 available revenue derived from its operation.

33 A tax levied under this section for paying the
34 expenses of operation, and maintenance, and funded
35 depreciation of a merged area hospital pursuant to the
36 authority granted a merged area under section 145A.20,
37 shall only be levied on the assessed value of property
38 in that portion of a county which is part of the
39 merged area, in accordance with the plan or merger
40 established approved, and implemented under sections
41 145A.3, 145A.4, 145A.5, and 145A.14."

42 2. Title page, line 2, by inserting after the
43 word "depreciation" the following: "and providing
44 properly related matters".

By COMMITTEE ON STATE GOVERNMENT
BLANSHAN of Greene, Chairperson

H-5594 FILED MARCH 12, 1990

4 deposited 3/14 (p. 1084)

HOUSE AMENDMENT TO
SENATE FILE 2263

S-5530

1 Amend Senate File 2263, as passed by the Senate, as
2 follows:

3 i. Page 1, by inserting after line 10 the
4 following:

5 "Sec. 2. Section 347A.3, Code 1989, is amended to
6 read as follows:

7 347A.3 TAX FOR MAINTENANCE AND OPERATION.

8 If in any year, after payment of the accruing
9 interest on and principal due of revenue bonds issued
10 under chapter 331, division IV, part 4, and payable
11 from the revenues derived from the operation of the
12 county hospital, there is a balance of such revenues
13 insufficient to pay the expenses of operation, and
14 maintenance, and funded depreciation of the hospital,
15 the board of hospital trustees shall certify that fact
16 as soon as ascertained to the board of supervisors of
17 the county, and the board of supervisors shall make
18 the amount of the deficiency for paying the expenses
19 of operation, and maintenance, and funded depreciation
20 of the hospital available from other county funds or
21 shall levy a tax not to exceed one dollar and eight
22 cents per thousand dollars of assessed value in any
23 one year on all the taxable property in the county in
24 an amount sufficient for that purpose. However,
25 general county funds or the proceeds of taxes shall
26 not be used or applied to the payment of the interest
27 on or principal of revenue bonds issued under chapter
28 331, division IV, part 4, but general county funds or
29 proceeds of taxes may only be used and applied to pay
30 expenses of operation, and maintenance, and funded
31 depreciation of the hospital which cannot be paid from
32 available revenue derived from its operation.

33 A tax levied under this section for paying the
34 expenses of operation, and maintenance, and funded
35 depreciation of a merged area hospital pursuant to the
36 authority granted a merged area under section 145A.20,
37 shall only be levied on the assessed value of property
38 in that portion of a county which is part of the
39 merged area, in accordance with the plan or merger
40 established, approved, and implemented under sections
41 145A.3, 145A.4, 145A.5, and 145A.14."

42 2. Title page, line 2, by inserting after the
43 word "depreciation" the following: "and providing
44 properly related matters".

RECEIVED FROM THE HOUSE

S-5530 FILED MARCH 16, 1990

Sen. C. ... 3/19/90

KIBBIE, CH.
COLEMAN
SOORHOLTZ

SSB 2221
STATE GOVERNMENT

SENATE FILE 2263
BY (PROPOSED COMMITTEE ON
STATE GOVERNMENT BILL BY
CHAIRPERSON KIBBIE)

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act authorizing a board of trustees of certain public
2 hospitals to establish a separate fund for depreciation.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23

1 Section 1. Section 347A.1, Code 1989, is amended by adding
2 the following new unnumbered paragraph:

3 NEW UNNUMBERED PARAGRAPH. The board of hospital trustees
4 may establish a fund for depreciation as a separate fund.
5 Depreciation fund moneys may be invested in United States
6 government bonds and the accumulation of interest on the bonds
7 shall be used for the purposes of the depreciation fund. The
8 moneys shall remain invested in the bonds until the board of
9 hospital trustees determines the moneys shall be used for
10 hospital purposes.

11 EXPLANATION

12 This bill authorizes a board of trustees of certain public
13 hospitals organized under chapter 347A, which are payable from
14 revenue bonds, to establish a separate fund for depreciation.

15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35

shall be used for the purposes of the depreciation fund. The moneys shall remain invested in the bonds until the board of hospital trustees determines the moneys shall be used for hospital purposes.

Sec. 2. Section 347A.3, Code 1989, is amended to read as follows:

347A.3 TAX FOR MAINTENANCE AND OPERATION.

If in any year, after payment of the accruing interest on and principal due of revenue bonds issued under chapter 331, division IV, part 4, and payable from the revenues derived from the operation of the county hospital, there is a balance of such revenues insufficient to pay the expenses of operation, and maintenance, and funded depreciation of the hospital, the board of hospital trustees shall certify that fact as soon as ascertained to the board of supervisors of the county, and the board of supervisors shall make the amount of the deficiency for paying the expenses of operation, and maintenance, and funded depreciation of the hospital available from other county funds or shall levy a tax not to exceed one dollar and eight cents per thousand dollars of assessed value in any one year on all the taxable property in the county in an amount sufficient for that purpose. However, general county funds or the proceeds of taxes shall not be used or applied to the payment of the interest on or principal of revenue bonds issued under chapter 331, division IV, part 4, but general county funds or proceeds of taxes may only be used and applied to pay expenses of operation, and maintenance, and funded depreciation of the hospital which cannot be paid from available revenue derived from its operation.

A tax levied under this section for paying the expenses of operation, and maintenance, and funded depreciation of a merged area hospital pursuant to the authority granted a merged area under section 145A.20, shall only be levied on the assessed value of property in that portion of a county which is part of the merged area, in accordance with the plan or

SENATE FILE 2263

AN ACT

AUTHORIZING A BOARD OF TRUSTEES OF CERTAIN PUBLIC HOSPITALS TO ESTABLISH A SEPARATE FUND FOR DEPRECIATION AND PROVIDING PROPERLY RELATED MATTERS.

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

Section 1. Section 347A.1, Code 1989, is amended by adding the following new unnumbered paragraph:

NEW UNNUMBERED PARAGRAPH. The board of hospital trustees may establish a fund for depreciation as a separate fund. Depreciation fund moneys may be invested in United States government bonds and the accumulation of interest on the bonds

merger established, approved, and implemented under sections 145A.3, 145A.4, 145A.5, and 145A.14.

JO ANN ZIMMERMAN
President of the Senate

DONALD D. AVENSON
Speaker of the House

I hereby certify that this bill originated in the Senate and is known as Senate File 2263, Seventy-third General Assembly.

JOHN F. DWYER
Secretary of the Senate

Approved March 30, 1990

TERRY E. BRANSTAD
Governor