

FEB 27 1996

WAYS AND MEANS

HOUSE FILE 2386
BY WARNSTADT

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

A BILL FOR

1 An Act providing an exception to the property tax limitation on
2 counties and providing for the Act's applicability.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 2386

1 Section 1. Section 444.25A, subsection 2, Code Supplement
2 1995, is amended by adding the following new paragraph:

3 NEW PARAGRAPH. f. That portion of a levy, the dollar
4 equivalent of which will be transferred into the secondary
5 road fund, to increase the amount transferred or provided to
6 the secondary road fund in the previous fiscal year in an
7 amount sufficient to enable the county to fully use secondary
8 road funds under the formula described in section 312.2,
9 subsection 8.

10 Sec. 2. Section 444.25B, subsection 2, Code Supplement
11 1995, is amended by adding the following new paragraph:

12 NEW PARAGRAPH. f. That portion of a levy, the dollar
13 equivalent of which will be transferred into the secondary
14 road fund, to increase the amount transferred or provided to
15 the secondary road fund in the previous fiscal year in an
16 amount sufficient to enable the county to fully use secondary
17 road funds under the formula described in section 312.2,
18 subsection 8.

19 Sec. 3. This Act applies to taxes payable in the fiscal
20 year beginning July 1, 1996.

21 EXPLANATION

22 This bill provides an exception to the property tax
23 limitation on counties for that portion of a levy for which
24 the dollar equivalent will be transferred into the secondary
25 road fund in an amount sufficient to allow the county to
26 receive the county's full allotment of secondary road fund
27 moneys. Currently, a county is allotted a portion of moneys
28 from the road use tax fund to the secondary road fund of the
29 county. Current law provides that a county which fails to
30 maintain a minimum local tax effort has that county's portion
31 of the county's secondary road fund moneys reduced. The
32 additional moneys are reallocated to other counties that have
33 maintained a minimum local tax effort based upon the needs and
34 area of the county.

35 This bill applies to taxes payable in the fiscal year

1 beginning July 1, 1996.

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