

MAR 28 1996

JUDICIARY

HOUSE FILE 2489
BY SIEGRIST and SCHRADER

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

A BILL FOR

1 An Act relating to repayment of economic development assistance
2 in certain circumstances.

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

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HF 2489

1 Section 1. NEW SECTION. 15A.4 CONTROLLED SUBSTANCE
2 OFFENSE -- REPAYMENT OF ASSISTANCE RECEIVED BY BUSINESS.

3 A business which receives economic development assistance
4 shall enter into an agreement with the governmental entity
5 providing the assistance providing that the business shall
6 repay the assistance received by the business if one of the
7 following individuals is convicted of a violation of chapter
8 124 committed during the period in which the agreement is in
9 effect, which shall not be less than one year:

10 1. The owner, if the business is a sole proprietorship.

11 2. A partner or managing partner, if the business is a
12 partnership or limited partnership.

13 3. A member of a limited liability company with management
14 responsibilities.

15 4. The chief operating officer of a corporation.

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EXPLANATION

17 This bill provides that a business which receives economic
18 development assistance from a governmental entity shall enter
19 into an agreement with the governmental entity that the
20 business will repay the assistance received if the owner of
21 the business, a partner or managing partner if the business is
22 a partnership or limited partnership, a managing member of a
23 limited liability company, or the chief operating officer of a
24 corporation is convicted of a violation of a controlled
25 substance offense while the agreement is in effect. The
26 agreement must be in effect for at least one year.

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