

JAN 28 1997
WAYS AND MEANS

HOUSE FILE 97
BY HUSER

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

A BILL FOR

1 An Act relating to state reimbursement to local units of
2 government and renters to fund credits granted under the
3 homestead tax credit, military service tax exemption and
4 credit, and the extraordinary low-income elderly and disabled
5 homestead tax credit and reimbursement program and providing
6 an applicability date provision.

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

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HF 97

1 Section 1. Section 8.59, Code 1997, is amended to read as
2 follows:

3 8.59 APPROPRIATIONS FREEZE.

4 Notwithstanding contrary provisions of the Code, the
5 amounts appropriated under the applicable sections of the Code
6 for fiscal years commencing on or after July 1, 1993, are
7 limited to those amounts expended under those sections for the
8 fiscal year commencing July 1, 1992. If an applicable section
9 appropriates moneys to be distributed to different recipients
10 and the operation of this section reduces the total amount to
11 be distributed under the applicable section, the moneys shall
12 be prorated among the recipients. As used in this section,
13 "applicable sections" means the following sections: 53.50,
14 229.35, 230.8, 230.11, 405A.8, 411.20, ~~425.17-425.39-426A.17~~
15 663.44, and 822.5.

16 Sec. 2. Section 425.39, subsection 1, Code 1997, is
17 amended to read as follows:

18 ~~1-~~ The extraordinary property tax credit and reimbursement
19 fund is created. There is appropriated annually from the
20 general fund of the state to the department of revenue and
21 finance to be credited to the extraordinary property tax
22 credit and reimbursement fund, from funds not otherwise
23 appropriated, an amount sufficient to implement this division
24 for claimants described in section 425.17, subsection 2,
25 paragraph "a".

26 Sec. 3. Section 425.39, subsection 2, Code 1997, is
27 amended by striking the subsection.

28 Sec. 4. This Act applies to reimbursements made for
29 property tax credits and to reimbursements for rent
30 constituting property taxes payable on or after July 1, 1997.

31 EXPLANATION

32 State reimbursement to local governments for the homestead
33 credit, the low-income elderly and disabled additional
34 homestead credit and rent reimbursement, and the military
35 service exemption and credit were frozen beginning with the

1 1993-1994 fiscal year at the 1992-1993 fiscal year levels.
2 The bill eliminates the freeze and provides for standing
3 appropriations to fund these credits and reimbursements at the
4 level prior to the freeze.
5 The bill applies to reimbursements made on or after July 1,
6 1997.

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