

SENATE FILE **446**  
BY DELUHERY

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

A BILL FOR

1 An Act relating to and providing funds for housing development  
2 programs in the Iowa finance authority.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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S.F. 446

1 Section 1. Section 16.100, Code 1997, is amended by adding  
2 the following new subsection:

3 NEW SUBSECTION. 1A. a. Moneys transferred to the housing  
4 improvement fund pursuant to section 428A.8, subsection 1,  
5 paragraph "a", for the purposes of this paragraph, shall be  
6 distributed, on a per capita basis according to the 1990  
7 federal census, to each county.

8 b. In order to receive moneys under this subsection, a  
9 county shall be a member of a housing council. The housing  
10 council shall consist of the supervisors of the county and the  
11 mayor of each city in the county, or their designees. A  
12 housing council may represent more than one county and the  
13 cities within each county and may be an entity formed under  
14 chapter 28E or an entity under chapter 28H.

15 c. The function of the housing council shall be to  
16 coordinate housing programs in the county including having  
17 housing needs assessments completed if not already done,  
18 developing or coordinating a housing plan approved by the  
19 department of economic development, encouraging the formation  
20 of partnerships with other governmental entities and public-  
21 private partnerships regarding housing, and recommending  
22 funding for projects under the housing plan from moneys  
23 received under this subsection.

24 d. Moneys received under this subsection shall only be  
25 used for housing programs which facilitate housing  
26 development, including housing trust funds or programs for the  
27 rehabilitation or construction of housing. The cost of the  
28 housing needs assessment may be paid from moneys received  
29 under this subsection. Moneys not obligated for a project  
30 recommended by the housing council within one year of transfer  
31 shall revert to the housing improvement fund.

32 e. Counties receiving moneys under this subsection shall  
33 track the use of the funds by project, program, or activity  
34 and shall provide a report to the department of economic  
35 development and the Iowa finance authority regarding the use

1 of the funds by December 15 of each year.

2 f. Moneys provided under this subsection shall not be used  
3 to supplant funding for housing programs provided by a city or  
4 county.

5 g. The authority shall adopt rules to administer this  
6 subsection.

7 Sec. 2. Section 16.100, subsection 2, Code 1997, is  
8 amended by adding the following new paragraph:

9 NEW PARAGRAPH. f. An affordable housing program for the  
10 renovation or new construction of affordable housing in a  
11 community which seeks to increase its housing stock for  
12 economic development or other public purposes. The program  
13 shall be used to provide financial assistance to reduce the  
14 costs to communities of expanding the housing stock and to  
15 reduce the costs to home buyers of purchasing housing.

16 Sec. 3. Section 428A.8, Code 1997, is amended to read as  
17 follows:

18 428A.8 REMITTANCE TO STATE TREASURER -- PORTION RETAINED  
19 IN COUNTY.

20 1. On or before the tenth day of each month the county  
21 recorder shall determine and pay to the treasurer of state  
22 eighty-two and three-fourths percent of the receipts from the  
23 real estate transfer tax collected during the preceding month  
24 and the treasurer of state shall deposit ninety-five the  
25 receipts as follows:

26 a. Two-thirds percent of the receipts in-the-general-fund  
27 of-the-state-and-transfer-five-percent-of-the-receipts shall  
28 be transferred to the Iowa finance authority for deposit in  
29 the housing improvement fund created in section 16.100. Of  
30 the moneys transferred under this paragraph, sixty percent  
31 shall be used in accordance with section 16.100, subsection  
32 1A, and forty percent shall be used for the other purposes of  
33 the housing improvement fund.

34 b. One-third of the receipts shall be deposited in the  
35 general fund of the state.

1 2. The county recorder shall deposit the remaining  
2 seventeen and one-fourth percent of the receipts in the county  
3 general fund.

4 3. The county recorder shall keep records and make reports  
5 with respect to the real estate transfer tax as the director  
6 of revenue and finance prescribes.

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EXPLANATION

9 This bill requires the Iowa finance authority to establish  
10 an affordable housing program designed to assist a community  
11 to expand the stock of owner-occupied housing for economic  
12 development or other public purposes. The program shall  
13 provide financial assistance to communities to reduce the cost  
14 of renovating or constructing housing and to reduce the costs  
15 of purchasing housing.

16 The bill creates a new program within the Iowa finance  
17 authority providing for moneys to be transferred to counties  
18 on a per capita basis for housing programs. Funding for this  
19 program shall come from proceeds from diverting two-thirds of  
20 the proceeds from the real estate transfer tax currently being  
21 deposited in the general fund of the state to the Iowa finance  
22 authority. Sixty percent of the moneys would be used by the  
23 authority to fund the per capita transfers to the counties and  
24 40 percent would be used by the authority for the housing  
25 improvement fund. One-third of the proceeds would continue to  
26 be deposited in the general fund of the state.

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