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HSB 591

WAYS AND MEANS

Supp
SF 02561

HOUSE FILE _____
BY (PROPOSED COMMITTEE ON
WAYS AND MEANS BILL BY
CHAIRPERSON VAN FOSSEN)

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

A BILL FOR

1 An Act providing for interest on delinquent assessments payable
2 to the Iowa egg council.

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

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1 Section 1. Section 184.3, Code 1999, is amended by adding
2 the following new unnumbered paragraph:

3 NEW UNNUMBERED PARAGRAPH. The council may charge interest
4 on any amount of the assessment that is delinquent. The rate
5 of interest shall not be more than the current rate published
6 in the Iowa administrative bulletin by the department of
7 revenue and finance pursuant to section 421.7. The interest
8 amount shall be computed from the date the assessment is
9 delinquent, unless the council designates a later date. The
10 interest amount shall accrue for each month in which there is
11 delinquency calculated as provided in section 421.7, and
12 counting each fraction of a month as an entire month. The
13 interest amount due shall become a part of the assessment due.

14 EXPLANATION

15 This bill amends Code section 184.3 which provides for the
16 establishment and collection of an assessment (i.e.,
17 "checkoff") by the Iowa egg council on eggs produced in this
18 state. The assessment is used for purposes of market
19 development. The assessment is due quarterly and is usually
20 remitted by the first purchaser of the eggs.

21 This bill provides that the council may charge interest on
22 any amount of the assessment that is delinquent. The bill
23 provides that the rate of interest must not be more than the
24 current rate published in the Iowa administrative bulletin by
25 the department of revenue and finance pursuant to Code section
26 421.7. The interest amount must be computed from the date the
27 assessment is delinquent, unless the council designates a
28 later date. The interest amount shall accrue for each month,
29 counting each fraction of a month as an entire month.

30 Code section 421.7 generally establishes the rate of
31 interest for obligations administered by the department of
32 revenue and finance. The calendar year rate of interest is
33 two percentage points greater than the numerical average,
34 rounded to the nearest 1 percent, of the respective prime
35 rates for each of the months in the 12-month period that ends

1 September 30 of the previous calendar year.

2 A number of provisions administered by the department refer
3 to the section when computing interest due on delinquent
4 payments, including the sales tax payments under Code section
5 422.58.

6 The bill uses the same calculations in determining how to
7 compute the interest due on assessments.

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APR 5 2000

WAYS & MEANS CALENDAR

HOUSE FILE 2561
BY COMMITTEE ON WAYS and MEANS

(SUCCESSOR TO HSB 591)

Passed House, ^(P. 1435) Date 4/12/00 Passed Senate, ^(P. 1197) Date 4-17-00
Vote: Ayes 96 Nays 0 Vote: Ayes 49 Nays 0
Approved March 3, 2000

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HF 2561

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BRUNT SIDGRIST
Speaker of the House

MARY E. KRAMER
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 2561, Seventy-eighth General Assembly.

ELIZABETH ISAACSON
Chief Clerk of the House

Approved March 3, 2000

THOMAS J. VILSACK
Governor

HOUSE FILE 2561

AN ACT

PROVIDING FOR INTEREST ON DELINQUENT ASSESSMENTS PAYABLE TO THE IOWA EGG COUNCIL.

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

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