Rittmer
Dearden
Lundby

SSB 1179
State Government

Succeeded By
SENATE FILE (SF)/ HF 316
BY (PROPOSED COMMITTEE ON STATE GOVERNMENT BILL BY CHAIRPERSON RITTMER)

Passed Senate, Date ____________ Passed House, Date ____________
Vote: Ayes ______ Nays ______ Vote: Ayes ______ Nays ______
Approved ____________________

A BILL FOR

An Act concerning state government personnel benefit programs for state employees and a related tax exemption, and providing an effective and retroactive applicability date.

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

TLSB 3084SC 78
ec/cf/24

Section 1. NEW SECTION. 19A.12D IOWA STATE EMPLOYEE DEPENDENT CARE FLEXIBLE SPENDING ACCOUNT TRUST FUND.

1. A special fund, separate and apart from all other public moneys or funds of this state, to be known as the "Iowa State Employee Dependent Care Flexible Spending Account Trust Fund", is created in the office of the treasurer of state. The fund shall consist of all moneys deposited in the fund and any other assets that must be held in trust for the exclusive benefit of participants in the dependent care flexible spending account program. The moneys and assets of the fund shall be used for the exclusive benefit of participants in the state's dependent care flexible spending account program.

2. The director is the trustee of the fund and shall administer the fund. Any loss to the fund shall be charged against the fund and the director shall not be personally liable for such loss. The director shall have the authority to direct expenditures from the fund as deemed appropriate for the exclusive benefit of the participants in the program as authorized by this section.

3. Moneys and assets in the fund may be expended to cover all reasonable and necessary expenses or charges allocable to the program for purposes of administration of the program. Expenditures of moneys from the fund for purposes of plan administration shall be deemed to be for the exclusive benefit of the participants in the program.

4. Moneys in the fund are not subject to section 8.33. Notwithstanding section 12C.7, subsection 2, interest or earnings on moneys in the fund shall be credited to the fund.

Sec. 2. Section 70A.20, subsection 3, paragraph a, Code 1999, is amended to read as follows:

a. Minimum and maximum benefits, not less than fifty dollars per month and not exceeding ~~two~~ three thousand dollars per month.

Sec. 3. NEW SECTION. 432.13A PREMIUM TAX EXEMPTION -- STATE EMPLOYEE BENEFIT PROGRAMS.

Premiums received for benefits acquired by the department of personnel on behalf of state employees as provided in section 19A.1, subsection 2, are exempt from premium tax.

Sec. 4. EFFECTIVE DATE -- RETROACTIVE APPLICABILITY. Section 3 of this Act, creating new section 432.13A, being deemed of immediate importance, takes effect upon enactment and is retroactively applicable to January 1, 1999, and is applicable on and after that date.

EXPLANATION

This bill establishes an Iowa state employee dependent care flexible spending account trust fund for purposes of depositing and expending moneys related to the state's dependent care program. The bill provides that the director of the department of personnel is responsible for administering the fund. The bill permits the expenditure of moneys from the fund for purposes of administering the dependent care program.

Code section 70A.20 is amended to increase the maximum monthly state employee disability program payment from $2,000 to $3,000.

New Code section 432.13A is created to provided that premiums received for benefits provided to state employees by the department of personnel are exempt from the premium tax provided in Code chapter 432. This new Code section is effective immediately and is retroactively applicable to January 1, 1999.

REPRINTED

FILED MAR 8 1999

SENATE FILE 316

BY COMMITTEE ON STATE GOVERNMENT

(SUCCESSOR TO SSB 1179)

Passed Senate, (p.628) Date 3-16-99 Passed House, Date ______

Vote: Ayes 45 Nays 5 Vote: Ayes ______ Nays ______

Approved ______

A BILL FOR

An Act concerning state government personnel benefit programs for state employees and a related tax exemption, and providing an effective and retroactive applicability date.

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

SENATE FILE 316

S-3074

Amend Senate File 316 as follows:

1. Page 1, by inserting after line 33 the following:

"Sec. ___. NEW SECTION. 256.67A INSURANCE ELIGIBILITY.

Personnel employed by a regional library shall be considered state employees for purposes of eligibility for receiving employee health and dental insurance as provided to state employees by the department of personnel."

2. By renumbering and correcting internal references as necessary.

By SHELDON RITTMER
DENNIS H. BLACK
MARY E. KRAMER

S-3074 FILED MARCH 16, 1999
ADOPTED (p.628)

SF 316

TLSB 3084SV 78
ec/cf/24

S.F. 316 H.F. ______

Section 1. NEW SECTION. 19A.12D IOWA STATE EMPLOYEE DEPENDENT CARE FLEXIBLE SPENDING ACCOUNT TRUST FUND.

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2. The director is the trustee of the fund and shall administer the fund. Any loss to the fund shall be charged against the fund and the director shall not be personally liable for such loss. The director shall have the authority to direct expenditures from the fund as deemed appropriate for the exclusive benefit of the participants in the program as authorized by this section.

3. Moneys and assets in the fund may be expended to cover all reasonable and necessary expenses or charges allocable to the program for purposes of administration of the program. Expenditures of moneys from the fund for purposes of plan administration shall be deemed to be for the exclusive benefit of the participants in the program.

4. Moneys in the fund are not subject to section 8.33. Notwithstanding section 12C.7, subsection 2, interest or earnings on moneys in the fund shall be credited to the fund.

Sec. 2. Section 70A.20, subsection 3, paragraph a, Code 1999, is amended to read as follows:

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This bill establishes an Iowa state employee dependent care flexible spending account trust fund for purposes of depositing and expending moneys related to the state's dependent care program. The bill provides that the director of the department of personnel is responsible for administering the fund. The bill permits the expenditure of moneys from the fund for purposes of administering the dependent care program.

Code section 70A.20 is amended to increase the maximum monthly state employee disability program payment from $2,000 to $3,000.

New Code section 432.13A is created to provided that premiums received for benefits provided to state employees by the department of personnel are exempt from the premium tax provided in Code chapter 432. This new Code section is effective immediately and is retroactively applicable to January 1, 1999.

H. 3/18/99 State Gov

SENATE FILE 316
BY COMMITTEE ON STATE GOVERNMENT

(SUCCESSOR TO SSB 1179)

(AS AMENDED AND PASSED BY THE SENATE MARCH 16, 1999)

———————— - New Language by the Senate

Passed Senate, Date ________ Passed House, Date ________
Vote: Ayes ______ Nays ______ Vote: Ayes ______ Nays ______
Approved ____________________

A BILL FOR

An Act concerning state government personnel benefit programs for state employees and a related tax exemption, and providing an effective and retroactive applicability date.

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

S.F. 316

Section 1. NEW SECTION. 19A.12D IOWA STATE EMPLOYEE DEPENDENT CARE FLEXIBLE SPENDING ACCOUNT TRUST FUND.

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Premiums received for benefits acquired by the department of personnel on behalf of state employees as provided in section 19A.1, subsection 2, are exempt from premium tax.

Sec. 5. EFFECTIVE DATE -- RETROACTIVE APPLICABILITY. Section 4 of this Act, creating new section 432.13A, being deemed of immediate importance, takes effect upon enactment and is retroactively applicable to January 1, 1999, and is applicable on and after that date.