

Senate Study Bill 3235

Bill Text

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1 1 Section 1. Section [403.19](#), subsection 2, Code 1999, as
1 2 amended by 2000 Iowa Acts, Senate File 2089, section 2, is
1 3 amended to read as follows:
1 4 2. That portion of the taxes each year in excess of such
1 5 amount shall be allocated to and when collected be paid into a
1 6 special fund of the municipality to pay the principal of and
1 7 interest on loans, moneys advanced to, or indebtedness,
1 8 whether funded, refunded, assumed, or otherwise, including
1 9 bonds issued under the authority of section 403.9, subsection
1 10 1, incurred by the municipality to finance or refinance, in
1 11 whole or in part, an urban renewal project within the area,
1 12 and to provide assistance for low and moderate income family
1 13 housing as provided in section 403.22, except that taxes for
1 14 the regular and voter-approved physical plant and equipment
1 15 levy of a school district imposed pursuant to section 298.2
1 16 and taxes for the payment of bonds and interest of each taxing
1 17 district must be collected against all taxable property within
1 18 the taxing district without limitation by the provisions of
1 19 this subsection. However, all or a portion of the taxes for
1 20 the physical plant and equipment levy shall be paid by the
1 21 school district to the municipality if the municipality
1 22 certifies to the

~~school district by July 1~~

~~county auditor~~ the

1 23 amount of such levy that is necessary to pay the principal and
1 24 interest on indebtedness incurred by the municipality to
1 25 finance an urban renewal project, which indebtedness was
1 26 incurred before July 1, 2000. If the county auditor concurs
1 27 with the certification, the auditor shall notify the school
1 28 district by July 1.

~~Such~~

~~The~~ school district shall pay over

1 29 the amount certified by November 1 following

~~certification~~

~~notification~~ to the school district. Unless and until the
1 31 total assessed valuation of the taxable property in an urban
1 32 renewal area exceeds the total assessed value of the taxable
1 33 property in such area as shown by the last equalized
1 34 assessment roll referred to in subsection 1, all of the taxes
1 35 levied and collected upon the taxable property in the urban
2 1 renewal area shall be paid into the funds for the respective
2 2 taxing districts as taxes by or for the taxing districts in
2 3 the same manner as all other property taxes. When such loans,
2 4 advances, indebtedness, and bonds, if any, and interest
2 5 thereon, have been paid, all moneys thereafter received from
2 6 taxes upon the taxable property in such urban renewal area
2 7 shall be paid into the funds for the respective taxing
2 8 districts in the same manner as taxes on all other property.
2 9 Sec. 2. APPLICABILITY DATE. This Act applies to property
2 10 taxes due and owing on or after July 1, 2000.

2 11 EXPLANATION

2 12 Senate File 2089 was enacted during the 2000 legislative

2 13 session to allow revenues from a physical plant and equipment
2 14 levy (PPEL) in an urban renewal area to be paid to the
2 15 appropriate school district unless the city certifies to the
2 16 school district that all or a portion of the revenue is needed
2 17 to pay debt of the urban renewal area.
2 18 This bill provides that the city is to certify the need for
2 19 the PPEL revenue to the county auditor and if the county
2 20 auditor concurs, the auditor is to notify the school district.
2 21 The bill applies to property taxes due and owing on or
2 22 after July 1, 2000.
2 23 LSB 7321SC 78
2 24 sc/as/5