

JAN 13 2003

WAYS AND MEANS

HOUSE FILE 2

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

A BILL FOR

1 An Act relating to the percentage of property valuation in each
2 county and city that is subject to the ad valorem property tax
3 and providing for the Act's applicability.

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

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1 Section 1. NEW SECTION. 443.1A DETERMINATION OF
2 PERCENTAGE OF ADJUSTED TAXABLE VALUE.

3 1. On or before December 15 of each year, the board of
4 supervisors of each county and the city council of each city
5 shall, by resolution, determine the percentage of the adjusted
6 taxable value that will be subject to the ad valorem property
7 tax levy payable in the following fiscal year. The same
8 percentage shall be applied to all classes of property. The
9 board and each city council shall certify such percentage to
10 the county auditor.

11 Notice of the percentage of adjusted taxable value subject
12 to the ad valorem property tax levy payable in the following
13 fiscal year for the county and for each city shall be
14 published by the auditor in a newspaper of general circulation
15 in the county on or before the following March 15. The notice
16 shall read as follows:

17 "State law allows the (board of supervisors or city
18 council, as applicable) to set the percentage of the property
19 tax assessed value that will be subject to property tax, after
20 application of the state rollback and equalization. For taxes
21 due and payable in the fiscal year beginning July 1, (year),
22 the percentage of assessed value subject to the (county or
23 city, as applicable) property tax levy will be (insert
24 percentage)."

25 2. For purposes of this section, "adjusted taxable value"
26 means the taxable value after the assessment limitation in
27 section 441.21 has been applied and after the equalization
28 order in section 441.47 has been applied.

29 Sec. 2. Section 443.2, unnumbered paragraph 2, Code 2003,
30 is amended to read as follows:

31 The county auditor shall list the aggregate actual value
32 and the aggregate taxable value of all taxable property within
33 the county and each political subdivision including property
34 subject to the statewide property tax imposed under section
35 437A.18 on the tax list in order that the actual value of the

1 taxable property within the county or a political subdivision
2 may be ascertained and shown by the tax list for the purpose
3 of computing the debt-incurring capacity of the county or
4 political subdivision. As used in this section, "actual
5 value" is the value determined under section 441.21,
6 subsections 1 to 3, prior to the reduction to a percentage of
7 actual value as otherwise provided in section 441.21 and prior
8 to any reduction approved under section 443.1A. "Actual
9 value" of property subject to statewide property tax is the
10 assessed value under section 437A.18.

11 Sec. 3. Section 443.2, Code 2003, is amended by adding the
12 following new unnumbered paragraph:

13 NEW UNNUMBERED PARAGRAPH. For the county and each city in
14 the county, the auditor shall include, in a separate column,
15 the percentage of adjusted taxable value that will be subject
16 to the ad valorem property tax as that percentage is certified
17 by the board of supervisors and the city council of each city
18 pursuant to section 443.1A.

19 Sec. 4. APPLICABILITY. This Act applies to assessments
20 for taxes due and payable in the fiscal year beginning July 1,
21 2004, and all subsequent fiscal years.

22 EXPLANATION

23 This bill requires the county board of supervisors and the
24 city council to adopt a resolution on or before December 15 of
25 each year indicating the percentage of adjusted taxable value
26 that will be subject to the ad valorem property tax in the
27 following fiscal year. The boards and city councils shall
28 certify the percentage to the county auditor, who is required
29 to publish notice of the percentage in a newspaper of general
30 circulation in the county.

31 The bill defines "adjusted taxable valuation" as the
32 property valuation after the assessment limitation (i.e., the
33 rollback) and any equalization orders have been applied.

34 The bill applies to assessments for taxes due and payable
35 in the fiscal year beginning July 1, 2004, and all subsequent

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1 fiscal years.

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