

# Senate Study Bill 1248

SENATE FILE \_\_\_\_\_  
BY (PROPOSED COMMITTEE ON  
LOCAL GOVERNMENT BILL BY  
CO=CHAIRPERSON QUIRMBACH)

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

## A BILL FOR

1 An Act providing for payroll deduction for county, city, and  
2 school district employees for charitable giving.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:  
4 TLSB 2087XC 81  
5 ec/pj/5

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1 1 Section 1. NEW SECTION. 279.60 CHARITABLE GIVING PAYROLL  
1 2 DEDUCTION.  
1 3 1. The board of directors of a school district may  
1 4 authorize deductions from the salaries or wages of school  
1 5 district employees of an amount specified by an employee for  
1 6 payment to an eligible charitable organization. The  
1 7 authorization by an employee for deductions from the  
1 8 employee's salary or wages shall be evidenced by a written  
1 9 request signed by the employee directed to and filed with the  
1 10 treasurer, or official in charge of the payroll system, of the  
1 11 school district and the treasurer or responsible official  
1 12 shall deduct from the salary or wages of the employee the  
1 13 amount specified for payment to the eligible charitable  
1 14 organization. The request for the deduction may be withdrawn  
1 15 by the employee at any time by filing a written notification  
1 16 of withdrawal with the applicable treasurer or responsible  
1 17 official in charge of the payroll system.  
1 18 2. If a board of directors authorizes deductions from the  
1 19 salaries or wages of their employees for payment to any  
1 20 eligible charitable organization, the board shall ensure that  
1 21 an employee shall be permitted to authorize a deduction to any  
1 22 eligible charitable organization.  
1 23 3. For purposes of this section, "eligible charitable  
1 24 organization" means a not-for-profit federation of health and  
1 25 human services, social welfare, or environmental agencies or  
1 26 associations that meets all of the following conditions:  
1 27 a. The federation is tax exempt under section 501(c)(3) of  
1 28 the Internal Revenue Code and contributions to the federation  
1 29 are deductible under section 170 of the Internal Revenue Code.  
1 30 b. The federation has had an office in this state for the  
1 31 last five years.  
1 32 c. The federation represents at least ten health and human  
1 33 services, social welfare, or environmental agencies or  
1 34 associations that are located in this state.  
1 35 d. The federation is governed by an active, voluntary  
2 1 board, which exercises administrative control over the  
2 2 federation.  
2 3 e. The federation is not a charitable foundation.  
2 4 f. The federation is registered with the secretary of  
2 5 state's office.  
2 6 Sec. 2. NEW SECTION. 331.326 CHARITABLE GIVING PAYROLL  
2 7 DEDUCTION == COUNTY AND TOWNSHIP EMPLOYEES.  
2 8 1. The county board of supervisors may authorize  
2 9 deductions from the salaries or wages of county and township  
2 10 employees of an amount specified by an officer or employee for  
2 11 payment to an eligible charitable organization. The  
2 12 authorization by an employee for deductions from the  
2 13 employee's salary or wages shall be evidenced by a written  
2 14 request signed by the employee directed to and filed with the  
2 15 treasurer, or official in charge of the payroll system, of the  
2 16 county and the treasurer or responsible official shall deduct

2 17 from the salary or wages of the employee the amount specified  
2 18 for payment to the eligible charitable organization. The  
2 19 request for the deduction may be withdrawn by the employee at  
2 20 any time by filing a written notification of withdrawal with  
2 21 the applicable treasurer or responsible official in charge of  
2 22 the payroll system.

2 23 2. If a county board of supervisors authorizes deductions  
2 24 from the salaries or wages of their employees for payment to  
2 25 any eligible charitable organization, the board shall ensure  
2 26 that an employee shall be permitted to authorize a deduction  
2 27 to any eligible charitable organization.

2 28 3. For purposes of this section, "eligible charitable  
2 29 organization" means a not-for-profit federation of health and  
2 30 human services, social welfare, or environmental agencies or  
2 31 associations that meets all of the following conditions:

2 32 a. The federation is tax exempt under section 501(c)(3) of  
2 33 the Internal Revenue Code and contributions to the federation  
2 34 are deductible under section 170 of the Internal Revenue Code.

2 35 b. The federation has had an office in this state for the  
3 1 last five years.

3 2 c. The federation represents at least ten health and human  
3 3 services, social welfare, or environmental agencies or  
3 4 associations that are located in this state.

3 5 d. The federation is governed by an active, voluntary  
3 6 board, which exercises administrative control over the  
3 7 federation.

3 8 e. The federation is not a charitable foundation.

3 9 f. The federation is registered with the secretary of  
3 10 state's office.

3 11 Sec. 3. NEW SECTION. 364.26 CHARITABLE GIVING PAYROLL  
3 12 DEDUCTION == CITY EMPLOYEES.

3 13 1. The governing body of a city may authorize deductions  
3 14 from the salaries or wages of city employees of an amount  
3 15 specified by an employee for payment to an eligible charitable  
3 16 organization. The authorization by an employee for deductions  
3 17 from the employee's salary or wages shall be evidenced by a  
3 18 written request signed by the employee directed to and filed  
3 19 with the treasurer, or official in charge of the payroll  
3 20 system, of the city and the treasurer or responsible official  
3 21 shall deduct from the salary or wages of the employee the  
3 22 amount specified for payment to the eligible charitable  
3 23 organization. The request for the deduction may be withdrawn  
3 24 by the employee at any time by filing a written notification  
3 25 of withdrawal with the applicable treasurer or responsible  
3 26 official in charge of the payroll system.

3 27 2. If the governing body of a city authorizes deductions  
3 28 from the salaries or wages of city employees for payment to  
3 29 any eligible charitable organization, the applicable governing  
3 30 body shall ensure that an employee shall be permitted to  
3 31 authorize a deduction to any eligible charitable organization.

3 32 3. For purposes of this section, "eligible charitable  
3 33 organization" means a not-for-profit federation of health and  
3 34 human services, social welfare, or environmental agencies or  
3 35 associations that meets all of the following conditions:

4 1 a. The federation is tax exempt under section 501(c)(3) of  
4 2 the Internal Revenue Code and contributions to the federation  
4 3 are deductible under section 170 of the Internal Revenue Code.

4 4 b. The federation has had an office in this state for the  
4 5 last five years.

4 6 c. The federation represents at least ten health and human  
4 7 services, social welfare, or environmental agencies or  
4 8 associations that are located in this state.

4 9 d. The federation is governed by an active, voluntary  
4 10 board, which exercises administrative control over the  
4 11 federation.

4 12 e. The federation is not a charitable foundation.

4 13 f. The federation is registered with the secretary of  
4 14 state's office.

#### 4 15 EXPLANATION

4 16 This bill provides that a school district, city, or county  
4 17 can authorize deductions from the wages of county and city  
4 18 employees for payment to an eligible charitable organization.  
4 19 If a school district, county, or city authorizes payroll  
4 20 deductions, the bill provides that an employee shall be  
4 21 permitted to authorize a deduction to any eligible charitable  
4 22 organization. The bill provides that the authorization by an  
4 23 employee for a payroll deduction shall be by a written request  
4 24 signed by the employee directed to and filed with the  
4 25 treasurer or official in charge of the payroll system. The  
4 26 bill provides that the request for the deduction may be  
4 27 withdrawn at any time by filing a written notification of

4 28 withdrawal. The bill defines an eligible charitable  
4 29 organization as a not=for=profit federation of health and  
4 30 human services, social welfare, or environmental agencies or  
4 31 associations that is tax exempt under section 501(c)(3) of the  
4 32 Internal Revenue Code, has had an office in Iowa for the last  
4 33 five years, represents at least 10 health and human services,  
4 34 social welfare, or environmental agencies or associations that  
4 35 are located in this state, is governed by an active, voluntary  
5 1 board, is not a charitable foundation, and is registered with  
5 2 the secretary of state's office.  
5 3 LSB 2087XC 81  
5 4 ec:rj/pj/5