

# Senate File 298 - Introduced

SENATE FILE \_\_\_\_\_  
BY ZAUN

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

## A BILL FOR

1 An Act relating to requirements under the linked investments for  
2 tomorrow program.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:  
4 TLSB 2715SS 82  
5 tm/je/5

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1 1 Section 1. Section 12.34, subsection 1, Code 2007, is  
1 2 amended to read as follows:  
1 3 1. The treasurer of state may invest up to the ~~lesser~~  
1 4 ~~greater~~ of one hundred eight million dollars or ~~twenty-five~~  
1 5 ~~twenty~~ percent of the balance of the state pooled money fund  
1 6 in certificates of deposit in eligible lending institutions as  
1 7 provided in section 12.32, this section, and sections 12.35  
1 8 through 12.43. One-half of the moneys invested pursuant to  
1 9 this section shall be made available under the program  
1 10 implemented pursuant to section 12.43 to increase the  
1 11 availability of lower cost moneys for purposes of injecting  
1 12 needed capital into small businesses which are fifty-one  
1 13 percent or more owned, operated, and actively managed by one  
1 14 or more women, minority persons, or persons with disabilities.  
1 15 "Disability" means the same as defined in section 15.102,  
1 16 subsection 5. A "minority person" means the same as defined  
1 17 in section 15.102, subsection 5. The treasurer shall invest  
1 18 the remaining one-half of the moneys invested pursuant to this  
1 19 section to support any other eligible applicant as provided in  
1 20 section 12.43.

1 21 Sec. 2. Section 12.43, subsection 3, Code 2007, is amended  
1 22 to read as follows:

1 23 3. During the lifetime of this loan program, the maximum  
1 24 amount of assistance that an eligible borrower or business may  
1 25 borrow or receive through this loan program shall be ~~two~~ three  
1 26 hundred thousand dollars. An eligible borrower or business  
1 27 under this program shall be limited to one loan from one  
1 28 financial institution.

1 29 Sec. 3. Section 12.43, subsection 5, unnumbered paragraph  
1 30 1, Code 2007, is amended to read as follows:

1 31 In order to qualify under this program, all owners of the  
1 32 business or borrowers must not have a combined net worth  
1 33 exceeding ~~seven hundred fifty thousand~~ one million dollars as  
1 34 defined in rules adopted by the treasurer of state pursuant to  
1 35 chapter 17A and the small business must meet all of the  
2 1 following criteria:

2 2 Sec. 4. Section 12.43, subsection 5, paragraph b, Code  
2 3 2007, is amended to read as follows:

2 4 b. If an application involves an existing business or the  
2 5 transfer of an existing business to a new owner, the business  
2 6 must have annual gross sales of ~~two~~ four million dollars or  
2 7 less at the time the application is submitted under section  
2 8 12.35.

## EXPLANATION

2 10 This bill relates to requirements under the linked  
2 11 investments for tomorrow program.

2 12 The bill modifies the amount of state moneys the treasurer  
2 13 of state may invest in the linked investments for tomorrow  
2 14 program to up to the greater of \$108 million or 20 percent of  
2 15 the balance of the state pooled money fund. Currently, the  
2 16 treasurer may invest up to the lesser of \$108 million or 25  
2 17 percent of the balance of the state pooled money fund.

2 18 The bill modifies the maximum amount an eligible borrower  
2 19 or business may borrow or receive during the lifetime of the  
2 20 program to \$300,000. Currently, the maximum amount is

2 21 \$200,000.

2 22 The bill modifies the qualifications for a small business  
2 23 under the small business linked investments program to provide  
2 24 that the limit on the combined net worth of all owners of a  
2 25 business or borrowers is \$1 million or less. Currently, all  
2 26 owners of the business or borrowers must not have a combined  
2 27 net worth exceeding \$750,000.

2 28 The bill modifies the limit on annual gross sales for a  
2 29 business under the program to \$4 million or less. Currently,  
2 30 a business must have annual gross sales of \$2 million or less.

2 31 LSB 2715SS 82

2 32 tm:nh/je/5