

House Study Bill 99 - Introduced

HOUSE FILE _____

BY (PROPOSED COMMITTEE ON
STATE GOVERNMENT BILL BY
CHAIRPERSON KAUFMANN)

A BILL FOR

1 An Act relating to the property tax levy for the payment
2 of general obligation bonds issued by cities for certain
3 flood-related purposes and including applicability
4 provisions.

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

1 Section 1. Section 76.1, subsection 2, paragraph b, Code
2 2019, is amended to read as follows:

3 b. General obligation bonds issued for any of the following
4 purposes may mature and be retired in a period not exceeding
5 thirty years from date of issue:

6 (1) Purposes specified in section 331.441, subsection 2,
7 paragraph "b", subparagraphs (18) and (19), or

8 (2) Purposes specified in section 384.24, subsection 3,
9 paragraphs "w" and "x", and bonds.

10 (3) Purposes specified in section 384.24, subsection 3,
11 paragraph "i", if the bonds are issued in conjunction with a
12 project approved by the flood mitigation board under chapter
13 418.

14 (4) Bonds issued to refund or refinance bonds issued for
15 those the purposes, may mature and be retired in a period
16 not exceeding thirty years from date of issue specified in
17 subparagraph (1), (2), or (3).

18 Sec. 2. APPLICABILITY. This Act applies to bonds issued
19 before, on, or after the effective date of this Act.

20 EXPLANATION

21 The inclusion of this explanation does not constitute agreement with
22 the explanation's substance by the members of the general assembly.

23 This bill amends provisions governing the property tax
24 levy imposed by a city to retire bonds. The bill provides
25 that general obligation bonds issued by a city for specified
26 flood-related purposes and bonds issued to refund or
27 refinance such bonds may mature and be retired in a period
28 not exceeding 30 years from the date of issue, instead of a
29 20-year retirement period. However, the 30-year period is
30 only applicable if the bonds are issued in conjunction with
31 a project approved by the flood mitigation board under Code
32 chapter 418.

33 The bill applies to bonds issued before, on, or after the
34 effective date of this Act.