

Senate File 175 - Introduced

SENATE FILE 175
BY GARRETT

A BILL FOR

1 An Act relating to the use of moneys in the Iowa economic
2 emergency fund, and including effective date provisions.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 8.55, subsection 2, unnumbered paragraph
2 1, Code 2021, is amended to read as follows:

3 The maximum balance of the fund is the amount equal to two
4 and one-half percent of the adjusted revenue estimate for the
5 fiscal year. If the amount of moneys in the Iowa economic
6 emergency fund ~~is equal to~~ exceeds the maximum balance, moneys
7 in excess of this amount shall be distributed as follows:

8 Sec. 2. Section 8.55, subsection 3, paragraph b, Code 2021,
9 is amended to read as follows:

10 *b.* Moneys in the fund may be used for cash flow purposes
11 during a fiscal year upon executive order by the governor,
12 provided that any moneys so allocated are returned to the fund
13 by the end of that fiscal year.

14 Sec. 3. Section 8.55, subsection 3, paragraph c, Code 2021,
15 is amended by striking the paragraph and inserting in lieu
16 thereof the following:

17 *c.* Moneys in the fund may be used to prevent or reduce an
18 overdraft on or deficit in the general fund of the state, upon
19 executive order by the governor, in an amount not to exceed one
20 percent of the adjusted revenue estimate for the fiscal year
21 for which the moneys are spent. Moneys in the fund shall not
22 be used for this purpose until the governor issues an official
23 proclamation and notifies the legislative fiscal committee and
24 the legislative services agency that the balance of the general
25 fund is negative and that an appropriation made pursuant to
26 this paragraph brings the general fund into balance or reduces
27 the deficit in the general fund.

28 Sec. 4. Section 8.55, subsection 3, paragraph e, Code 2021,
29 is amended to read as follows:

30 *e.* ~~If an appropriation is made~~ moneys are spent pursuant to
31 paragraph "c" for a fiscal year, there is appropriated from the
32 general fund of the state to the Iowa economic emergency fund
33 for the following fiscal year, ~~the amount of the appropriation~~
34 made spent pursuant to paragraph "c", that has not already been
35 returned to the Iowa economic emergency fund.

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1 proclamation and notifies the legislative fiscal committee and
2 the legislative services agency that the balance of the general
3 fund is negative and that an appropriation from the Iowa
4 economic emergency fund brings the general fund into balance or
5 reduces the deficit in the general fund.
6 The bill takes effect upon enactment.