

House File 2039

HOUSE FILE _____
BY COMMITTEE ON APPROPRIATIONS
(SUCCESSOR TO HSB 501)

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

A BILL FOR

1 An Act relating to state budget provisions involving the ending
2 balance in the general fund of the state and the state general
3 fund expenditure limitation by transferring funds from the
4 cash reserve fund and by revising the percentage amount used
5 for the limitation, providing for a standing limited
6 appropriation to the senior living trust fund, and including
7 effective date and applicability provisions.
8 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
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1 1 Section 1. CASH RESERVE TRANSFER TO GENERAL FUND.
1 2 Notwithstanding any conflicting provisions of section 8.56,
1 3 there is transferred from the cash reserve fund created in
1 4 section 8.56, to the general fund of the state for the fiscal
1 5 year beginning July 1, 2002, and ending June 30, 2003, the
1 6 following amount:
1 7 \$ 45,828,000
1 8 Sec. 2. Section 8.54, subsections 2 and 3, Code 2003, are
1 9 amended to read as follows:
1 10 2. There is created a state general fund expenditure
1 11 limitation for each fiscal year ~~beginning on or after July 1,~~
~~1 12 1993,~~ calculated as provided in this section.
1 13 3. Except as otherwise provided in this section, the state
1 14 general fund expenditure limitation for a fiscal year shall be
1 15 ~~ninety-nine~~ ~~ninety-eight~~ percent of the adjusted revenue
1 16 estimate.
1 17 Sec. 3. Section 8.57, Code Supplement 2003, is amended by
1 18 adding the following new subsection:
1 19 NEW SUBSECTION. 1A. a. There is appropriated from the
1 20 surplus existing in the general fund of the state at the
1 21 conclusion of the fiscal year beginning July 1, 2005, and
1 22 ending June 30, 2006, and at the conclusion of each succeeding
1 23 fiscal year for distribution to the senior living trust fund,
1 24 an amount equal to one percent of the adjusted revenue
1 25 estimate for the current fiscal year. However, if the amount
1 26 of the surplus existing in the general fund of the state at
1 27 the conclusion of a fiscal year is less than two percent of
1 28 the adjusted revenue estimate for that fiscal year, the amount
1 29 of the appropriation made in this paragraph shall be equal to
1 30 fifty percent of the surplus amount. The appropriation made
1 31 in this paragraph shall be distributed to the senior living
1 32 trust fund in the succeeding fiscal year. For the purposes of
1 33 this subsection, "surplus" means the same as defined in
1 34 subsection 1, paragraph "b".
1 35 b. The appropriation made in paragraph "a" shall be made
2 1 before the appropriations are made pursuant to subsections 1,
2 2 2, and 3, of the surplus existing in the general fund of the
2 3 state at the conclusion of the fiscal year beginning July 1,
2 4 2005, and ending June 30, 2006, and each succeeding fiscal
2 5 year.
2 6 c. The appropriation made in paragraph "a" shall continue
2 7 until the aggregate of the appropriations made or transferred
2 8 to the senior living trust fund pursuant to paragraph "a" of
2 9 this subsection and section 8.55, subsection 2, paragraph "c",
2 10 is equal to one hundred eighteen million dollars.
2 11 d. The aggregate amount of the appropriations to be
2 12 transferred from the Iowa economic emergency fund to the
2 13 senior living trust fund pursuant to section 8.55, subsection
2 14 2, paragraph "c", shall be reduced by the appropriations made
2 15 pursuant to paragraph "a" of this subsection.
2 16 e. This subsection is repealed when the aggregate amount
2 17 of appropriations specified in paragraph "c" has been

2 18 distributed or transferred to the senior living trust fund.
2 19 The director of the department of management shall notify the
2 20 Iowa Code editor when the aggregate amount has been
2 21 distributed or transferred.
2 22 Sec. 4. EFFECTIVE DATE == APPLICABILITY.
2 23 1. Section 1 of this Act, providing a cash reserve
2 24 transfer to the general fund of the state, being deemed of
2 25 immediate importance, takes effect upon enactment and is
2 26 retroactively applicable to June 30, 2003.
2 27 2. Section 2 of this Act, amending section 8.54, takes
2 28 effect December 15, 2004, or the date the revenue estimating
2 29 conference agrees to the revenue estimate for the fiscal year
2 30 beginning July 1, 2005, and ending June 30, 2006, that is
2 31 required to be used by the governor and the general assembly
2 32 for preparation and passage of the state budget for that
2 33 fiscal year pursuant to section 8.22A, subsections 3 and 4,
2 34 whichever date is earlier. Section 2 of this Act is first
2 35 applicable to the expenditure limitation calculated in
3 1 accordance with section 8.54 for the fiscal year beginning
3 2 July 1, 2005, and ending June 30, 2006.
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