

**Senior Living Trust Fund  
Repayment Bill  
House File 2002**

**FINAL  
ACTION**

May 3, 2006

**Executive Summary Only**

**An Act increasing the standing amount required to be appropriated, reverted, or transferred to the credit of the senior living trust fund and including effective and retroactive applicability date provisions.**

**Fiscal Services Division  
Legislative Services Agency**

**NOTES ON BILLS AND AMENDMENTS (NOBA)**

Available on line at <http://www3.legis.state.ia.us/noba/index.jsp>

LSA Contact: Lisa Burk (17942)

**EXECUTIVE SUMMARY  
NOTES ON BILLS AND AMENDMENTS**

**HOUSE FILE 2002  
SENIOR LIVING TRUST FUND REPAYMENT BILL**

**GENERAL FUND SURPLUS  
APPROPRIATION TO THE SENIOR  
LIVING TRUST FUND**

- House File 2002 increases the standing amount required to be appropriated, reverted, or transferred to the Senior Living Trust Fund from the estimated General Fund surplus before funds are transferred to the Cash Reserve Fund from \$118.0 to \$300.0 million.

- In FY 2007, the Senior Living Trust Fund will receive half of the FY 2006 surplus of approximately \$42.2 million after \$159.9 million of the ending balance is deposited into the Property Tax Credit Fund. It is estimated that the amount that will be deposited into the Senior Living Trust Fund will be \$21.1 million.

**FISCAL IMPACT**

- The Bill increases the amount of time it will take for the General Fund to receive surplus revenue after the Economic Emergency Fund reaches the statutory maximum balance of 2.5% of estimated revenues.

**RETROACTIVE APPLICABILITY**

- Specifies that any appropriations, reversions, or transfers of appropriations credited to the Senior Living Trust Fund are applied retroactively to July 1, 2004. At the close of FY 2005, \$6.9 million was transferred from the Medicaid surplus to the Senior Living Trust Fund. Under this Bill, this amount is applied against the \$300.0 million repayment amount.

**EFFECTIVE DATE**

- This Bill takes effect on enactment.

**ENACTMENT DATE**

- This Bill was approved by the General Assembly on May 3, 2006.