

Sec. 9. The legislative council shall create a study committee composed of members of the senate committee on commerce and the house committee on small business and commerce representing both political parties, citizen members from the insurance industry having expertise in insurance matters, and such other persons as may be deemed appropriate. The committee shall study the manner in which states presently administer guaranty fund laws which provide for the indemnification of losses of policyholders of insolvent life and health insurance companies as well as the manner in which states administer risk-sharing pools which provide accident and health insurance to persons who are uninsurable. The study committee shall review the funding mechanisms of such laws and develop recommendations which specifically address the manner in which the funds deposited in the general fund pursuant to section 8 of this Act shall be used and administered. Included within the study shall be considerations relating to the administration of the cash flow and funding of the insurance programs, including the collection and deposit of funds, assessments, creation of a permanent state funding mechanism, granting of credits which recognize expenditures to finance guaranty fund and risk-sharing pools, granting of credits which recognize losses attributable to providing comprehensive health coverage to the unemployed or uninsurable public or individuals whose group health coverage is terminated because membership in the group is terminated, and such other considerations as may assist in providing adequate and protective insurance for the public.

The results of the study accompanied by bill drafts designed to carry out recommendations of the committee, shall be submitted to the legislative council, the senate committee on commerce, the house committee on small business and commerce, and to the members of the general assembly prior to convening of the second session of the Seventy-first General Assembly.

Approved May 31, 1985

CHAPTER 240
CERTAIN LOCAL TAX LEVIES
H.F. 729

AN ACT relating to certain tax levies of political subdivisions and area schools.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Section 76.2, Code 1985, is amended by adding the following new unnumbered paragraph:

NEW UNNUMBERED PARAGRAPH. If funds, including reserves and amounts available for temporary transfer, are found to be insufficient to pay in full any installment of principal or interest, a public issuer of bonds may anticipate the next levy of taxes pursuant to this section in the manner provided in chapter 74, whether the taxes so anticipated are to be collected in the same or a future fiscal year.

Sec. 2. Section 280B.2, subsection 10, Code 1985, is amended to read as follows:

10. "Incremental property taxes" means the taxes as provided in section 403.19 and section 280B.4.

Sec. 3. Section 403.19, subsection 1, Code 1985, is amended to read as follows:

1. That portion of the taxes which would be produced by the rate at which the tax is levied each year by or for each of the taxing districts upon the total sum of the assessed value of the taxable property in the urban renewal project, as shown on the assessment roll ~~used in connection with the taxation of property by the taxing district, last equalized prior to~~ as of January 1 of the calendar year preceding the effective date of the ordinance, or the assessment roll last equalized prior to the date of initial adoption of the urban renewal plan in the case of projects commenced prior to July 1, 1972, shall be allocated to and when collected be paid into the fund for the respective taxing district as taxes by or for said taxing district into which all other property taxes are paid. For the purpose of allocating taxes levied by or for any taxing district which did not include the territory in an urban renewal project on the effective date of the ordinance or initial adoption of the plan, but to which the territory has been annexed or otherwise included after the effective date, the assessment roll of the county last equalized on as of January 1 of the calendar year preceding the effective date of the ordinance or initial adoption of the plan shall be used in determining the assessed valuation of the taxable property in the project on the effective date.

Sec. 4. Section 403.19, subsection 5, Code 1985, is amended to read as follows:

5. A city shall certify to the county auditor on or before December 31 the amount of loans, advances, indebtedness or bonds which qualify for payment from the special fund referred to in subsection 2, and the filing of the certificate shall make it a duty of the auditor to provide for the division of taxes in each subsequent year until the amount of the loans, advances, indebtedness or bond is paid to the special fund. In any year, the county auditor shall, upon receipt of a certified request from a city filed prior to ~~the date for certification of city taxes specified in section 384.2~~ January 1, increase the amount to be allocated under subsection 1 in order to reduce the amount to be allocated in the following fiscal year to the special fund, to the extent that the city does not request allocation to the special fund of the full portion of taxes which could be collected.

Sec. 5. Section 403.19, Code 1985, is amended by adding the following new subsection:

NEW SUBSECTION. 6. Tax collections within each taxing district may be allocated to the entire taxing district including the taxes on the valuations determined under subsection 1 and to the special fund created under subsection 2 in the proportion of their taxable valuations determined as provided in this section.

Approved May 31, 1985