

House File 1

1 Amend House File 1 as follows:

2 1. By striking everything after the enacting clause and  
3 inserting:

4 <DIVISION I

5 SCHOOL FOUNDATION PROPERTY TAX

6 Section 1. Section 257.3, subsection 1, paragraph a, Code  
7 2023, is amended to read as follows:

8 a. Except as provided in subsections 2 and 3, a school  
9 district shall cause to be levied each year, for the school  
10 general fund, a foundation property tax equal to ~~five~~ four  
11 dollars and forty cents per thousand dollars of assessed  
12 valuation on all taxable property in the district. The county  
13 auditor shall spread the foundation levy over all taxable  
14 property in the district.

15 Sec. 2. Section 257.3, subsection 2, paragraphs a and b,  
16 Code 2023, are amended to read as follows:

17 a. Notwithstanding subsection 1, a reorganized school  
18 district shall cause a foundation property tax of ~~four~~ three  
19 dollars and forty cents per thousand dollars of assessed  
20 valuation to be levied on all taxable property which, in the  
21 year preceding a reorganization, was within a school district  
22 affected by the reorganization as defined in section 275.1,  
23 or in the year preceding a dissolution was a part of a school  
24 district that dissolved if the dissolution proposal has  
25 been approved by the director of the department of education  
26 pursuant to section 275.55.

27 b. In succeeding school years, the foundation property tax  
28 levy on that portion shall be increased to the rate of ~~four~~  
29 three dollars and ninety cents per thousand dollars of assessed  
30 valuation the first succeeding year, ~~five~~ four dollars and  
31 fifteen cents per thousand dollars of assessed valuation the  
32 second succeeding year, and ~~five~~ four dollars and forty cents  
33 per thousand dollars of assessed valuation the third succeeding  
34 year and each year thereafter.

35 Sec. 3. Section 425A.3, subsection 1, Code 2023, is amended

1 to read as follows:

2 1. The family farm tax credit fund shall be apportioned  
3 each year in the manner provided in this chapter so as to give  
4 a credit against the tax on each eligible tract of agricultural  
5 land within the several school districts of the state in which  
6 the levy for the general school fund exceeds ~~five dollars and~~  
7 ~~forty cents per thousand dollars of assessed value~~ the levy  
8 rate under section 257.3, subsection 1, paragraph "a". The  
9 amount of the credit on each eligible tract of agricultural  
10 land shall be the amount the tax levied for the general school  
11 fund exceeds the amount of tax which would be levied on each  
12 eligible tract of agricultural land were the levy for the  
13 general school fund ~~five dollars and forty cents per thousand~~  
14 ~~dollars of assessed value~~ the levy rate under section 257.3,  
15 subsection 1, paragraph "a", for the previous year. However,  
16 in the case of a deficiency in the family farm tax credit fund  
17 to pay the credits in full, the credit on each eligible tract  
18 of agricultural land in the state shall be proportionate and  
19 applied as provided in this chapter.

20 Sec. 4. Section 425A.5, Code 2023, is amended to read as  
21 follows:

22 **425A.5 Computation by county auditor.**

23 The family farm tax credit allowed each year shall be  
24 computed as follows: On or before April 1, the county auditor  
25 shall list by school districts all tracts of agricultural  
26 land which are entitled to credit, the taxable value for the  
27 previous year, the budget from each school district for the  
28 previous year, and the tax rate determined for the general  
29 fund of the school district in the manner prescribed in  
30 section 444.3 for the previous year, and if the tax rate is in  
31 excess of ~~five dollars and forty cents per thousand dollars of~~  
32 ~~assessed value~~ the levy rate under section 257.3, subsection  
33 1, paragraph "a", the auditor shall multiply the tax levy which  
34 is in excess of ~~five dollars and forty cents per thousand~~  
35 ~~dollars of assessed value~~ the levy rate under section 257.3,

1 subsection 1, paragraph "a", by the total taxable value of the  
2 agricultural land entitled to credit in the school district,  
3 and on or before April 1, certify the total amount of credit  
4 and the total number of acres entitled to the credit to the  
5 department of revenue.

6 Sec. 5. Section 426.3, Code 2023, is amended to read as  
7 follows:

8 **426.3 Where credit given.**

9 The agricultural land credit fund shall be apportioned each  
10 year in the manner hereinafter provided so as to give a credit  
11 against the tax on each tract of agricultural lands within the  
12 several school districts of the state in which the levy for  
13 the general school fund exceeds ~~five dollars and forty cents~~  
14 ~~per thousand dollars of assessed value~~ the levy rate under  
15 section 257.3, subsection 1, paragraph "a"; the amount of such  
16 credit on each tract of such lands shall be the amount the tax  
17 levied for the general school fund exceeds the amount of tax  
18 which would be levied on said tract of such lands were the  
19 levy for the general school fund ~~five dollars and forty cents~~  
20 ~~per thousand dollars of assessed value~~ the levy rate under  
21 section 257.3, subsection 1, paragraph "a", for the previous  
22 year, except in the case of a deficiency in the agricultural  
23 land credit fund to pay said credits in full, in which case the  
24 credit on each eligible tract of such lands in the state shall  
25 be proportionate and shall be applied as hereinafter provided.

26 Sec. 6. Section 426.6, subsection 1, Code 2023, is amended  
27 to read as follows:

28 1. The agricultural land tax credit allowed each year  
29 shall be computed as follows: On or before April 1, the  
30 county auditor shall list by school districts all tracts of  
31 agricultural lands which are entitled to credit, together with  
32 the taxable value for the previous year, together with the  
33 budget from each school district for the previous year, and the  
34 tax rate determined for the general fund of the district in  
35 the manner prescribed in section 444.3 for the previous year,

1 and if such tax rate is in excess of ~~five dollars and forty~~  
2 ~~cents per thousand dollars of assessed value~~ the levy rate  
3 under section 257.3, subsection 1, paragraph "a", the auditor  
4 shall multiply the tax levy which is in excess of ~~five dollars~~  
5 ~~and forty cents per thousand dollars of assessed value~~ the  
6 levy rate under section 257.3, subsection 1, paragraph "a", by  
7 the total taxable value of the agricultural lands entitled to  
8 credit in the district, and on or before April 1, certify the  
9 amount to the department of revenue.

10 Sec. 7. ADJUSTMENT OF CALCULATIONS. For property tax  
11 credits under chapters 425A and 426 for property taxes due and  
12 payable in the fiscal year beginning July 1, 2023, the tax rate  
13 determined for the general fund of the school district in the  
14 manner prescribed in section 444.3 for the previous year shall  
15 be determined using the applicable property tax levy rate under  
16 section 257.3, as amended in this division of this Act.

17 Sec. 8. EFFECTIVE DATE. This division of this Act, being  
18 deemed of immediate importance, takes effect upon enactment.

19 Sec. 9. APPLICABILITY. The following apply July 1, 2023,  
20 for school budget years beginning on or after that date:

21 1. The section of this division of this Act amending section  
22 257.3, subsection 1, paragraph "a".

23 2. The section of this division of this Act amending section  
24 257.3, subsection 2, paragraphs "a" and "b".

## 25 DIVISION II

### 26 PROPERTY TAX LIMITATION

27 Sec. 10. Section 443.2, subsection 1, Code 2023, is amended  
28 to read as follows:

29 1. Before the first day of July in each year, the county  
30 auditor shall transcribe the assessments of the townships and  
31 cities into a book or record, to be known as the tax list,  
32 properly ruled and headed, with separate columns, in which  
33 shall be entered the names of the taxpayers, descriptions of  
34 lands, number of acres and value, numbers of city lots and  
35 value, and each description of tax, with a column for polls and

1 one for payments, and shall complete it by entering the amount  
2 due on each installment, separately, and carrying out the total  
3 of both installments. The total of all columns of each page of  
4 each book or other record shall balance with the tax totals.  
5 After computing the amount of tax due and payable on each  
6 property, the county auditor shall round the total amount of  
7 tax due and payable on the property to the nearest even whole  
8 dollar and, if applicable, reduce the amounts due and payable  
9 as required under section 444.25.

10 Sec. 11. Section 444.1, Code 2023, is amended to read as  
11 follows:

12 **444.1 Basis for amount of tax.**

13 In all taxing districts in the state, including townships,  
14 school districts, cities, and counties, when by law then  
15 existing the people are authorized to determine by vote, or  
16 officers are authorized to estimate or determine, a rate of  
17 taxation required for any public purpose, such rate shall in  
18 all cases be estimated and based upon the adjusted taxable  
19 valuation of such taxing district for the preceding calendar  
20 year and subject to the limitation of section 444.25.

21 Sec. 12. Section 444.2, Code 2023, is amended to read as  
22 follows:

23 **444.2 Amounts certified in dollars.**

24 When an authorized tax rate within a taxing district,  
25 including townships, school districts, cities, and counties,  
26 has been thus determined as provided by law, the officer or  
27 officers charged with the duty of certifying the authorized  
28 rate to the county auditor or board of supervisors shall,  
29 before certifying the rate, compute upon the adjusted taxable  
30 valuation of the taxing district for the preceding fiscal year,  
31 the amount of tax the rate will raise, stated in dollars,  
32 subject to the limitation of section 444.25, and shall certify  
33 the computed amount in dollars and not by rate, to the county  
34 auditor and board of supervisors.

35 Sec. 13. Section 444.3, Code 2023, is amended to read as

1 follows:

2     **444.3 Computation of rate.**

3     When the valuations for the several taxing districts shall  
4 have been adjusted by the several boards for the current  
5 year, the county auditor shall thereupon apply such a rate,  
6 not exceeding the rate authorized by law, as will raise the  
7 amount required for such taxing district, and no larger amount,  
8 subject to the limitation under section 444.25. For purposes  
9 of computing the rate under this section, the adjusted taxable  
10 valuation of the property of a taxing district does not include  
11 the valuation of property of a railway corporation or its  
12 trustee which corporation has been declared bankrupt or is in  
13 bankruptcy proceedings. Nothing in the preceding sentence  
14 exempts the property of such railway corporation or its trustee  
15 from taxation and the rate computed under this section shall  
16 be levied on the taxable property of such railway corporation  
17 or its trustee.

18     Sec. 14. Section 444.22, Code 2023, is amended to read as  
19 follows:

20     **444.22 Annual levy.**

21     In each year the director of revenue shall fix the rate in  
22 percentage to be levied upon the assessed valuation of the  
23 taxable property of the state necessary to raise the amount for  
24 general state purposes as shall be designated by the department  
25 of management, subject to the limitation under section 444.25.

26     Sec. 15. NEW SECTION. **444.25 Property tax amount limitation**  
27 **— reduction.**

28     1. For purposes of this section:

29     *a. "Base year"* means the assessment year preceding the  
30 assessment year used to calculate property taxes due and  
31 payable in the applicable fiscal year.

32     *b. "Local taxing authority"* means a city, county, community  
33 college, school district, or other governmental subdivision  
34 located in this state and authorized to certify a levy on  
35 property located within such authority.

1     *c. "New construction"* means buildings, structures, or  
2 improvements constructed or relocated on or made to the parcel.  
3     *d. "Parcel"* means each separate item shown on the tax list,  
4 manufactured or mobile home tax list, schedule of assessment,  
5 or schedule of rate or charge.  
6     *e. "Property taxes"* means annual ad valorem taxes imposed  
7 on the parcel which are collectable by the county treasurer  
8 following application of all applicable exemptions and credits,  
9 and shall not include special assessments, amounts levied under  
10 chapter 468, or taxes under chapter 435. *"Property taxes"* also  
11 do not include taxes levied as the result of a property tax  
12 levy approved at election or that portion of any property tax  
13 levy imposed that is for the payment of principal and interest  
14 on bonds or other indebtedness the issuance of which was  
15 approved at election, including refunding bonds issued for the  
16 repayment of bonds that were approved at election.  
17     *f. "Qualified parcel"* means a parcel that is not located  
18 in an urban renewal area under chapter 403 or an urban  
19 revitalization area under chapter 404, is not wind energy  
20 conversion property as defined in section 427B.26, and for  
21 which none of the following apply:  
22         (1) The parcel changed ownership during the base year.  
23         (2) New construction occurred on the parcel during the base  
24 year.  
25         (3) The parcel's assessment for the base year was a partial  
26 assessment as the result of incomplete new construction or  
27 improvements.  
28         (4) The parcel was omitted from assessment or fraudulently  
29 withheld from assessment in the base year.  
30         (5) The parcel's property taxes were suspended or abated  
31 under sections 427.8, 427.9, and 427.10.  
32         (6) The parcel's classification is different from the base  
33 year.  
34     2. *a.* For property taxes due and payable in fiscal years  
35 beginning on or after July 1, 2024, if the amount of property

1 taxes otherwise calculated to be due and payable on a qualified  
2 parcel of residential property or agricultural property  
3 exceeds one hundred three percent of the actual amount of  
4 property taxes due and payable on the parcel in the immediately  
5 preceding fiscal year, such amount shall be reduced as provided  
6 in subsection 3. If, however, improvements or renovations, not  
7 amounting to new construction, occurs on the property during  
8 the base year, the threshold amount of property taxes shall be  
9 one hundred three percent plus the percentage of the parcel's  
10 taxable value attributable to the improvements or renovations.  
11 Improvements or renovations do not include normal and necessary  
12 repairs to an existing building or improvement, not amounting  
13 to structural replacements or modifications.

14     *b.* For property taxes due and payable in fiscal years  
15 beginning on or after July 1, 2024, if the amount of property  
16 taxes otherwise calculated to be due and payable on a qualified  
17 parcel of commercial property or industrial property exceeds  
18 one hundred eight percent of the actual amount of property  
19 taxes due and payable on the parcel in the immediately  
20 preceding fiscal year, such amount shall be reduced as provided  
21 in subsection 3. If, however, improvements or renovations, not  
22 amounting to new construction, occurs on the property during  
23 the base year, the threshold amount of property taxes shall be  
24 one hundred eight percent plus the percentage of the parcel's  
25 taxable value attributable to the improvements or renovations.  
26 Improvements or renovations do not include normal and necessary  
27 repairs to an existing building or improvement, not amounting  
28 to structural replacements or modifications.

29     *c.* Property taxes levied by a political subdivision that did  
30 not exist for the immediately preceding fiscal year shall not  
31 be included in the calculation of the property tax to be due  
32 and payable for the fiscal year and shall not be reduced under  
33 subsection 3.

34     3. *a.* If the total amount of property taxes due and  
35 payable on the parcel exceeds the applicable threshold for



1 the parcel under subsection 2, the amount of property taxes  
2 due and payable to each taxing authority that certified for  
3 levy property taxes on the parcel in excess of the applicable  
4 threshold percentage of such amount levied by that taxing  
5 authority on the parcel in the immediately preceding fiscal  
6 year shall be reduced by the amount by which the parcel's  
7 total amount of property taxes due and payable for all taxing  
8 authorities exceeds the applicable threshold for the parcel  
9 under subsection 2.

10     *b.* The amount of the reduction shall be proportionately  
11 applied among the various levies for property taxes, or  
12 portions thereof, of those taxing authorities that certified  
13 for levy property taxes on the parcel in excess of the  
14 applicable threshold percentage of such amount levied by that  
15 taxing authority on the parcel in the immediately preceding  
16 fiscal year.

17     *c.* The reductions shall be made by the county auditor prior  
18 to delivery of the tax list prescribed in chapter 443 to ensure  
19 accurate statement of taxes under section 445.5.

20     4. The director of the department of revenue shall adopt  
21 rules pursuant to chapter 17A to administer and interpret this  
22 section.

23     Sec. 16. Section 445.5, subsection 1, paragraphs e, f, g,  
24 and h, Code 2023, are amended to read as follows:

25     *e.* The complete name of all taxing authorities receiving a  
26 tax distribution, the amount of the distribution, the amount of  
27 any reduction resulting from section 444.25, and the percentage  
28 distribution for each named authority, listed from the highest  
29 to the lowest distribution percentage.

30     *f.* The consolidated levy rate for one thousand dollars  
31 of taxable valuation multiplied by the taxable valuation to  
32 produce the gross taxes levied before application of credits  
33 against levied taxes for the previous and current fiscal years  
34 and before any reduction resulting from section 444.25.

35     *g.* The itemized credits against levied taxes deducted from

1 the gross taxes levied in order to produce the net taxes owed  
2 for the previous and current fiscal years and the amount of any  
3 reductions under section 444.25 for previous and current fiscal  
4 years.

5 h. The total amount of taxes levied by each taxing authority  
6 in the previous fiscal year and the current fiscal year and the  
7 difference between the two amounts, expressed as a percentage  
8 increase or decrease, and the amount of any reduction to a  
9 taxing authority resulting from section 444.25.

10 Sec. 17. Section 445.57, subsection 1, Code 2023, is amended  
11 to read as follows:

12 1. On or before the tenth day of each month, the county  
13 treasurer shall apportion all taxes collected during the  
14 preceding month, except partial payment amounts collected  
15 pursuant to section 445.36A, subsection 1, partial payments  
16 collected and not yet designated by the county treasurer  
17 for apportionment pursuant to section 445.36A, subsection  
18 2, partial payments collected pursuant to section 435.24,  
19 subsection 6, paragraph "a", and partial payments collected and  
20 not yet designated by the county treasurer for apportionment  
21 pursuant to section 435.24, subsection 6, paragraph "b", among  
22 the several funds to which they belong according to the amount  
23 levied for each fund, as adjusted under section 444.25, if  
24 applicable, and shall apportion the interest, fees, and costs  
25 on the taxes to the general fund, and shall enter those amounts  
26 upon the treasurer's cash account, and report the amounts to  
27 the county auditor.

28 Sec. 18. IMPLEMENTATION OF ACT.

29 1. Section 25B.2, subsection 3, shall not apply to this  
30 division of this Act.

31 2. Section 25B.7 shall not apply to this division of this  
32 Act.

33 Sec. 19. APPLICABILITY. This division of this Act applies  
34 to property taxes due and payable in fiscal years beginning on  
35 or after July 1, 2024.

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DIVISION III  
LOCAL GOVERNMENT BUDGETS

Sec. 20. Section 24.9, subsection 1, Code 2023, is amended to read as follows:

1. a. Each municipality shall file with the secretary or clerk thereof the estimates required to be made in sections 24.3 through 24.8, at least twenty days before the date fixed by law for certifying the same to the levying board and shall forthwith fix a date for a hearing on the estimates, and shall publish such estimates and any annual levies previously authorized as provided in section 76.2, with a notice of the time when and the place where such hearing shall be held not less than ten nor more than twenty days before the hearing. Provided that in municipalities of less than two hundred population such estimates and the notice of hearing shall be posted in three public places in the district in lieu of publication. For any other municipality such publication shall be in a newspaper published in the municipality, if any, if not, then in a newspaper of general circulation in the municipality. Except for a municipality with property tax revenues for the immediately preceding fiscal year of less than five thousand dollars, the notice shall also include the information required under paragraph "c", subparagraph (2), subparagraph divisions (a) through (d), which shall be adopted by resolution of the municipality.

b. The department of management shall prescribe the form for public hearing notices for use by municipalities and notices required to be sent under paragraph "c".

c. (1) For purposes of this paragraph:

(a) "Budget year" is the fiscal year beginning during the calendar year in which a budget is certified.

(b) "Current fiscal year" is the fiscal year ending during the calendar year in which a budget for the budget year is certified.

(c) "Effective property tax rate" means the property tax

1 rate per one thousand dollars of assessed value and is equal to  
2 one thousand multiplied by the quotient of the current fiscal  
3 year's actual property tax dollars certified for levy divided  
4 by the total assessed value used to calculate taxes for the  
5 budget year.

6 (2) In addition to the notices published and posted  
7 under paragraph "a", the municipality shall direct the  
8 county treasurer to send to each owner or taxpayer within  
9 the municipality by regular mail, on or before the date  
10 of publication under paragraph "a", an individual notice  
11 containing all of the following:

12 (a) The sum of the current fiscal year's actual property  
13 taxes certified for levy by the municipality and the  
14 municipality's current fiscal year's combined property tax rate  
15 for such amount.

16 (b) The effective property tax rate calculated using the sum  
17 of the current fiscal year's actual property taxes certified by  
18 the municipality.

19 (c) The sum of the proposed property tax dollars to be  
20 certified for levy by the municipality for the budget year and  
21 the proposed combined property tax rate for such amount.

22 (d) If the proposed property tax dollars specified under  
23 subparagraph division (c) exceeds the current fiscal year's  
24 actual property tax dollars certified for levy specified in  
25 subparagraph division (a), a statement of the major reasons for  
26 the increase.

27 (e) The assessed value of the owner's or taxpayer's property  
28 used to calculate property taxes for the current fiscal year.

29 (f) The assessed value of the owner's or taxpayer's property  
30 used to calculate property taxes for the budget year.

31 (g) The amount of property taxes due on the owner's or  
32 taxpayer's property for the current fiscal year for the  
33 municipality.

34 (h) The proposed amount of property taxes to be levied  
35 against the owner's or taxpayer's property for the budget year

1 for the municipality.

2 (3) This paragraph does not apply to municipalities with  
3 property tax revenues for the immediately preceding fiscal year  
4 of less than five thousand dollars.

5 Sec. 21. Section 331.433A, subsection 4, paragraph b, Code  
6 2023, is amended to read as follows:

7 b. Proof of publication shall be filed with and preserved  
8 by the auditor. The department of management shall prescribe  
9 the form for the public hearing notice for use by counties, the  
10 form for individual notices provided under paragraph "c", and  
11 the form for the resolution to be adopted by the board under  
12 subsection 5.

13 Sec. 22. Section 331.433A, subsection 4, Code 2023, is  
14 amended by adding the following new paragraph:

15 NEW PARAGRAPH. c. In addition to the notices published and  
16 posted under paragraph "a", the county shall direct the county  
17 treasurer to send to each owner or taxpayer by regular mail,  
18 on or before the date of publication under paragraph "a", an  
19 individual notice containing the information required under  
20 paragraph "a", subparagraphs (1) through (4), and all of the  
21 following:

22 (1) The assessed value of the owner's or taxpayer's property  
23 used to calculate property taxes for the current fiscal year.

24 (2) The assessed value of the owner's or taxpayer's property  
25 used to calculate property taxes for the budget year.

26 (3) The amount of property taxes due on the owner's or  
27 taxpayer's property for the current fiscal year for general  
28 county services and rural county services under the levies  
29 specified in subsection 2, paragraphs "a" and "b".

30 (4) The proposed amount of property taxes to be levied  
31 against the owner's or taxpayer's property for the budget year  
32 for general county services and rural county services under the  
33 levies specified in subsection 2, paragraphs "a" and "b".

34 Sec. 23. Section 331.433A, subsection 5, paragraph a, Code  
35 2023, is amended to read as follows:

1     a. At the public hearing, the board shall receive oral  
2 or written objections from any resident or property owner  
3 of the county. After all objections have been received and  
4 considered, the board may decrease, but not increase, the  
5 proposed maximum property tax dollar amounts for inclusion in  
6 the resolution and shall adopt the resolution and file the  
7 resolution with the auditor as required under section 331.434,  
8 subsection 3. In addition to the proposed maximum property tax  
9 dollar amounts for general county services and rural county  
10 services, the resolution shall also include the effective  
11 property tax rate for general county services, the effective  
12 property tax rate for rural county services, the estimated  
13 property tax rate for the proposed general county services  
14 maximum property tax dollar amount, and the estimated property  
15 tax rate for the proposed rural county services maximum  
16 property tax dollar amount.

17     Sec. 24. Section 331.553, Code 2023, is amended by adding  
18 the following new subsection:

19     NEW SUBSECTION. 9. If all applicable information is  
20 available in a timely manner, consolidate all required  
21 individual notices required under section 24.9, subsection 1,  
22 paragraph "c", subparagraph (2), section 331.433A, subsection  
23 4, paragraph "c", section 359.49, subsection 4, paragraph  
24 "b", subparagraph (2), and section 384.15A, subsection 4,  
25 paragraph "c", so that all applicable notices appear on a single  
26 individual notice for each owner or taxpayer.

27     Sec. 25. Section 359.49, subsection 4, Code 2023, is amended  
28 to read as follows:

29     4. a. The board of trustees shall transmit a copy of the  
30 proposed budget and a notice of the meeting set as required by  
31 subsection 5 to the county auditor for posting. The county  
32 auditor shall post the notice and the proposed budget in an  
33 area of the courthouse where notices to the public are commonly  
34 posted. The notice shall also include the information required  
35 under paragraph "b", subparagraph (2), subparagraph divisions

1 (a) through (d), which shall be adopted by resolution of the  
2 board of trustees.

3 b. (1) For purposes of this paragraph:

4 (a) "Budget year" is the fiscal year beginning during the  
5 calendar year in which a budget is certified.

6 (b) "Current fiscal year" is the fiscal year ending during  
7 the calendar year in which a budget for the budget year is  
8 certified.

9 (c) "Effective property tax rate" means the property tax  
10 rate per one thousand dollars of assessed value and is equal to  
11 one thousand multiplied by the quotient of the current fiscal  
12 year's actual property tax dollars certified for levy divided  
13 by the total assessed value used to calculate taxes for the  
14 budget year.

15 (2) In addition to the notices published and posted under  
16 paragraph "a", the township shall direct the county treasurer to  
17 send to each owner or taxpayer within the township by regular  
18 mail, on or before the date of posting under paragraph "a", an  
19 individual notice containing all of the following:

20 (a) The sum of the current fiscal year's actual property  
21 taxes certified for levy by the township and the township's  
22 current fiscal year's combined property tax rate for such  
23 amount.

24 (b) The effective property tax rate calculated using the sum  
25 of the current fiscal year's actual property taxes certified by  
26 the township.

27 (c) The sum of the proposed property tax dollars to be  
28 certified for levy by the township for the budget year and the  
29 proposed combined property tax rate for such amount.

30 (d) If the proposed property tax dollars specified under  
31 subparagraph division (c) exceed the current fiscal year's  
32 actual property tax dollars certified for levy specified in  
33 subparagraph division (a), a statement of the major reasons for  
34 the increase.

35 (e) The assessed value of the owner's or taxpayer's property

1 used to calculate property taxes for the current fiscal year.

2 (f) The assessed value of the owner's or taxpayer's property  
3 used to calculate property taxes for the budget year.

4 (g) The amount of property taxes due on the owner's or  
5 taxpayer's property for the current fiscal year for the  
6 township.

7 (h) The proposed amount of property taxes to be levied  
8 against the owner's or taxpayer's property for the budget year  
9 for the township.

10 Sec. 26. Section 384.15A, subsection 4, paragraph b, Code  
11 2023, is amended to read as follows:

12 b. Proof of publication shall be filed with and preserved  
13 by the county auditor. The department of management shall  
14 prescribe the form for the public hearing notice for use  
15 by cities, the form for individual notices provided under  
16 paragraph "c", and the form for the resolution to be adopted by  
17 the council under subsection 5.

18 Sec. 27. Section 384.15A, subsection 4, Code 2023, is  
19 amended by adding the following new paragraph:

20 NEW PARAGRAPH. c. In addition to the notices published and  
21 posted under paragraph "a", the city shall direct the county  
22 treasurer to send to each owner or taxpayer by regular mail,  
23 on or before the date of publication under paragraph "a", an  
24 individual notice containing the information required under  
25 paragraph "a", subparagraphs (1) through (4), and all of the  
26 following:

27 (1) The assessed value of the owner's or taxpayer's property  
28 used to calculate property taxes for the current fiscal year.

29 (2) The assessed value of the owner's or taxpayer's property  
30 used to calculate property taxes for the budget year.

31 (3) The amount of property taxes due on the owner's or  
32 taxpayer's property for the current fiscal year for the city  
33 under the levies specified in subsection 2.

34 (4) The proposed amount of property taxes to be levied  
35 against the owner's or taxpayer's property for the budget year



1 for the city under the levies specified in subsection 2.

2 Sec. 28. Section 384.15A, subsection 5, paragraph a, Code  
3 2023, is amended to read as follows:

4 a. At the public hearing, the council shall receive oral  
5 or written objections from any resident or property owner  
6 of the city. After all objections have been received and  
7 considered, the council may decrease, but not increase, the  
8 proposed maximum property tax dollar amount for inclusion in  
9 the resolution and shall adopt the resolution and file the  
10 resolution with the county auditor as required under section  
11 384.16, subsection 3. In addition to the proposed maximum  
12 property tax dollar amount, the resolution shall also include  
13 the effective property tax rate, and the estimated property tax  
14 rate for the proposed maximum property tax dollar amount.

15 Sec. 29. IMPLEMENTATION. Section 25B.2, subsection 3,  
16 shall not apply to this division of this Act.

17 Sec. 30. APPLICABILITY. This division of this Act applies  
18 to county, city, township, and municipality budgets for fiscal  
19 years beginning on or after July 1, 2024.

#### 20 DIVISION IV

#### 21 BOND ELECTIONS

22 Sec. 31. Section 28E.16, Code 2023, is amended to read as  
23 follows:

#### 24 28E.16 Election for bonds.

25 When bonds which require a vote of the people are to be  
26 issued for financing joint facilities of a county and one or  
27 more cities within the county, pursuant to an agreement made  
28 under the authority of this chapter, or pursuant to other  
29 provisions of law, the board of supervisors and the council of  
30 each city shall arrange for a single election on the question  
31 of issuing the bonds, but if the county and the cities are  
32 proposing to make separate bond issues, the ballot shall  
33 contain separate questions, one to be voted upon by all voters  
34 of the county, and one or more to be voted upon only by the  
35 voters of the city which is to make a separate bond issue. All

1 elections on the question of issuing the bonds shall be held on  
2 the date specified in section 39.2, subsection 4, paragraph "d".

3     Sec. 32. Section 39.2, subsection 4, Code 2023, is amended  
4 to read as follows:

5     4. Unless otherwise provided by law, special elections on  
6 public measures are limited to the following dates:

7     a. For Except as provided in paragraph "d", for a county, in  
8 an odd-numbered year, the first Tuesday in March, the second  
9 Tuesday in September, or the first Tuesday after the first  
10 Monday in November. For a county, in an even-numbered year,  
11 the first Tuesday in March, the second Tuesday in September, or  
12 the first Tuesday after the first Monday in November.

13     b. For Except as provided in paragraph "d", for a city, in  
14 an odd-numbered year, the first Tuesday in March, the second  
15 Tuesday in September, or the first Tuesday after the first  
16 Monday in November. For a city, in an even-numbered year, the  
17 first Tuesday in March or the second Tuesday in September.

18     c. For Except as provided in paragraph "d", for a school  
19 district or merged area, in the odd-numbered year, the first  
20 Tuesday in March, the second Tuesday in September, or the first  
21 Tuesday after the first Monday in November. For a school  
22 district or merged area, in the even-numbered year, the first  
23 Tuesday in March, or the second Tuesday in September.

24     d. For any political subdivision of this state, if the  
25 special election is in whole or in part for the question of  
26 issuing bonds or other indebtedness, the first Tuesday after  
27 the first Monday in November of each even-numbered year.

28     Sec. 33. NEW SECTION. 39.5 Notice of bond election.

29     In addition to any other notice related to the election  
30 required by law to be published, posted, or provided, if the  
31 election is subject to section 39.2, subsection 4, paragraph  
32 "d", the commissioner shall not less than ten nor more than  
33 twenty days before the day of each election mail to each  
34 registered voter of the applicable jurisdiction a notice of the  
35 election that includes the full text of the public measure to

1 be voted upon at the election.

2 Sec. 34. Section 75.1, subsection 1, paragraph a, Code 2023,  
3 is amended to read as follows:

4 a. When a proposition to authorize an issuance of bonds  
5 by a county, township, school corporation, city, or by any  
6 local board or commission, is submitted to the electors, such  
7 proposition shall not be deemed carried or adopted, anything  
8 in the statutes to the contrary notwithstanding, unless the  
9 vote in favor of such authorization is equal to at least sixty  
10 percent of the total vote cast for and against said proposition  
11 at said election. All elections on such proposition shall  
12 be held on the date specified in section 39.2, subsection 4,  
13 paragraph "d".

14 Sec. 35. Section 75.1, subsection 2, Code 2023, is amended  
15 by striking the subsection.

16 Sec. 36. Section 279.39, Code 2023, is amended to read as  
17 follows:

18 **279.39 School buildings.**

19 The board of any school corporation shall establish  
20 attendance centers and provide suitable buildings for each  
21 school in the district and may at the regular or a special  
22 meeting resolve to submit to the registered voters of the  
23 district at an election held on a date specified in section  
24 39.2, subsection 4, ~~paragraph "c",~~ the question of voting a tax  
25 or authorizing the board to issue bonds, or both.

26 Sec. 37. Section 296.3, Code 2023, is amended to read as  
27 follows:

28 **296.3 Election called.**

29 Within ten days of receipt of a petition filed under section  
30 296.2, the president of the board of directors shall call a  
31 meeting of the board. The meeting shall be held within thirty  
32 days after the petition was received. At the meeting, the  
33 board shall call the election, fixing the time of the election,  
34 ~~which may be at the time and place of holding the regular~~  
35 school election as required by section 39.2, subsection 4,

1 paragraph "d". However, if the board determines by unanimous  
2 vote that the proposition or propositions requested by a  
3 petition to be submitted at an election are grossly unrealistic  
4 or contrary to the needs of the school district, no election  
5 shall be called. If more than one petition has been received  
6 by the time the board meets to consider the petition triggering  
7 the meeting, the board shall act upon the petitions in the  
8 order they were received at the meeting called to consider the  
9 initial petition. The decision of the board may be appealed to  
10 the state board of education as provided in chapter 290. The  
11 president shall notify the county commissioner of elections of  
12 the time of the election.

13 Sec. 38. Section 298.21, unnumbered paragraph 1, Code 2023,  
14 is amended to read as follows:

15 The board of directors of any school corporation when  
16 authorized by the voters at an election held on a date  
17 specified in section 39.2, subsection 4, paragraph ~~"e"~~ "d",  
18 may issue the negotiable, interest-bearing school bonds of the  
19 corporation for borrowing money for any or all of the following  
20 purposes:

21 Sec. 39. Section 331.442, subsection 3, Code 2023, is  
22 amended to read as follows:

23 3. a. All elections held pursuant to this section shall  
24 be held on the date specified in section 39.2, subsection 4,  
25 paragraph "d".

26 b. Notice of the election shall be given by publication as  
27 specified in section 331.305. At the election the ballot used  
28 for the submission of the proposition shall be in substantially  
29 the form for submitting special questions at general elections.

30 Sec. 40. Section 346.27, subsection 10, paragraph a, Code  
31 2023, is amended to read as follows:

32 a. After the incorporation of an authority, and before the  
33 sale of any issue of revenue bonds, except refunding bonds, the  
34 authority shall submit to the voters the question of whether  
35 the authority shall issue and sell revenue bonds. The ballot

1 shall state the amount of the bonds and the purposes for  
2 which the authority is incorporated. All registered voters  
3 of the county shall be entitled to vote on the question. The  
4 question ~~may~~ shall be submitted at an election held on a the  
5 date specified in section 39.2, subsection 4, paragraph ~~"a"~~ or  
6 ~~"b"~~, as applicable "d". An affirmative vote of a majority of  
7 the votes cast on the question is required to authorize the  
8 issuance and sale of revenue bonds.

9 Sec. 41. Section 357C.10, Code 2023, is amended to read as  
10 follows:

11 **357C.10 Bonds in anticipation of revenue.**

12 Benefited street lighting districts may anticipate the  
13 collection of taxes by the levy herein provided, and to carry  
14 out the purposes of this chapter may issue bonds payable  
15 in not more than ten equal installments, with the rate of  
16 interest thereon not exceeding that permitted by chapter 74A.  
17 No indebtedness shall be incurred under this chapter until  
18 authorized by an election. Such election shall be held and  
19 notice given in the same manner as the election provided herein  
20 for the authorization of a tax levy, and the same sixty percent  
21 vote shall be necessary to authorize indebtedness. ~~Both~~  
22 Subject to section 39.2, subsection 4, both propositions may be  
23 submitted to the voters in the same election.

24 Sec. 42. Section 357D.11, Code 2023, is amended to read as  
25 follows:

26 **357D.11 Bonds in anticipation of revenue.**

27 A district may anticipate the collection of taxes by the  
28 levy authorized in this chapter, and to carry out the purposes  
29 of this chapter may issue bonds payable in not more than ten  
30 equal installments with the rate of interest not exceeding  
31 that permitted by chapter 74A. An indebtedness shall not be  
32 incurred under this chapter until authorized by an election.  
33 The election shall be held and notice given in the same manner  
34 as provided in section 357D.8, and the same sixty percent vote  
35 shall be necessary to authorize indebtedness. ~~Both~~ Subject to

1 section 39.2, subsection 4, both propositions may be submitted  
2 to the voters at the same election.

3 Sec. 43. Section 357E.11, Code 2023, is amended to read as  
4 follows:

5 **357E.11 Bonds in anticipation of revenue.**

6 A district, other than a combined district, may anticipate  
7 the collection of taxes by the levy authorized in this chapter,  
8 and to carry out the purposes of this chapter may issue bonds  
9 payable in not more than twenty equal installments with the  
10 rate of interest not exceeding that permitted by chapter 74A.  
11 An indebtedness shall not be incurred under this section  
12 until authorized by an election. The election shall be held  
13 and notice given in the same manner as provided in section  
14 357E.8, and the same majority vote is necessary to authorize  
15 indebtedness. ~~Both~~ Subject to section 39.2, subsection 4,  
16 both propositions may be submitted to the voters at the same  
17 election.

18 Sec. 44. Section 357E.11A, subsection 3, Code 2023, is  
19 amended to read as follows:

20 3. Except for the issuance of refunding bonds, an  
21 indebtedness shall not be incurred under this section until  
22 authorized by an election. The election shall be held and  
23 notice given in the same manner as provided in section 357E.8,  
24 except that a proposition to authorize indebtedness is  
25 approved if sixty percent of those voting on the proposition  
26 vote in favor of the proposition. A Subject to section  
27 39.2, subsection 4, a proposition for the authorization  
28 of indebtedness may be submitted to the voters at the same  
29 election as the election under section 357E.8.

30 Sec. 45. Section 357F.11, Code 2023, is amended to read as  
31 follows:

32 **357F.11 Bonds in anticipation of revenue.**

33 A district may anticipate the collection of taxes authorized  
34 in this chapter, and to carry out the purposes of this chapter  
35 may issue bonds payable in not more than ten equal installments

1 with the rate of interest not exceeding that permitted by  
2 chapter 74A. An indebtedness shall not be incurred under this  
3 chapter until authorized by an election. The election shall  
4 be held and notice given in the same manner as provided in  
5 section 357F.8, and a sixty percent vote shall be necessary  
6 to authorize indebtedness. ~~Both~~ Subject to section 39.2,  
7 subsection 4, both propositions may be submitted to the voters  
8 at the same election.

9     Sec. 46. Section 357G.11, Code 2023, is amended to read as  
10 follows:

11     **357G.11 Bonds in anticipation of revenue.**

12     A district may anticipate the collection of taxes authorized  
13 in this chapter, and to carry out the purposes of this chapter  
14 may issue bonds payable in not more than ten equal installments  
15 with the rate of interest not exceeding that permitted by  
16 chapter 74A. An indebtedness shall not be incurred under this  
17 chapter until authorized by an election. The election shall  
18 be held and notice given in the same manner as provided in  
19 section 357G.8, and a sixty percent vote shall be necessary  
20 to authorize indebtedness. ~~Both~~ Subject to section 39.2,  
21 subsection 4, both propositions may be submitted to the voters  
22 at the same election.

23     Sec. 47. Section 357I.12, Code 2023, is amended to read as  
24 follows:

25     **357I.12 Bonds in anticipation of revenue.**

26     A district may anticipate the collection of taxes by the  
27 levy authorized in this chapter, and to carry out the purposes  
28 of this chapter may issue bonds payable in not more than ten  
29 equal installments with the rate of interest not exceeding  
30 that permitted by chapter 74A. An indebtedness shall not be  
31 incurred under this chapter until authorized by an election.  
32 The election shall be held and notice given in the same manner  
33 as provided in section 357I.8, and the same sixty percent vote  
34 shall be necessary to authorize indebtedness. ~~Both~~ Subject to  
35 section 39.2, subsection 4, both propositions may be submitted

1 to the voters at the same election.

2 Sec. 48. Section 384.26, subsections 2 and 3, Code 2023, are  
3 amended to read as follows:

4 2. Before the council may institute proceedings for the  
5 issuance of bonds for a general corporate purpose, it shall  
6 call a special ~~city~~ election to vote upon the question of  
7 issuing the bonds. At the election the proposition must be  
8 submitted in the following form:

9 Shall the ..... (insert the name of the city) issue  
10 its bonds in an amount not exceeding the amount of \$.... for  
11 the purpose of .....?

12 3. a. All elections held pursuant to this section shall  
13 be held on the date specified in section 39.2, subsection 4,  
14 paragraph "d".

15 b. Notice of the election must be given by publication  
16 as required by section 49.53 in a newspaper of general  
17 circulation in the city. At the election the ballot used for  
18 the submission of the proposition must be in substantially the  
19 form for submitting special questions at general elections.

20 Sec. 49. Section 394.2, subsection 1, Code 2023, is amended  
21 to read as follows:

22 1. It shall not be necessary to submit to the voters the  
23 proposition of issuing bonds for refunding purposes, but prior  
24 to the issuance of bonds for other purposes the council shall  
25 submit to the voters of the city ~~at a general election or a~~  
26 ~~regular city election~~ on the date specified in section 39.2,  
27 subsection 4, paragraph "d", the proposition of issuing the  
28 bonds. Notice of the election on the proposition of issuing  
29 bonds shall be published as required by section 49.53. The  
30 notice shall also state whether or not an admission fee is to  
31 be charged by the zoo or zoological gardens.

32 Sec. 50. Section 423F.4, subsection 2, paragraph b, Code  
33 2023, is amended to read as follows:

34 b. For bonds subject to the requirements of paragraph  
35 "a", if at any time prior to the fifteenth day following the



1 hearing, the secretary of the board of directors receives a  
2 petition containing the required number of signatures and  
3 asking that the question of the issuance of such bonds be  
4 submitted to the voters of the school district, the board shall  
5 either rescind its adoption of the resolution or direct the  
6 county commissioner of elections to submit the question to the  
7 registered voters of the school district at an election held on  
8 ~~a~~ the date specified in section 39.2, subsection 4, paragraph  
9 ~~"e"~~ "d". The petition must be signed by eligible electors equal  
10 in number to not less than one hundred or thirty percent of  
11 the number of voters at the last preceding election of school  
12 officials under section 277.1, whichever is greater. If the  
13 board submits the question at an election and a majority of  
14 those voting on the question favors issuance of the bonds, the  
15 board shall be authorized to issue the bonds.

16 Sec. 51. IMPLEMENTATION OF ACT. Section 25B.2, subsection  
17 3, shall not apply to this division of this Act.

18 Sec. 52. APPLICABILITY. This division of this Act applies  
19 July 1, 2023, for elections on propositions relating to the  
20 issuing of bonds or other indebtedness occurring on or after  
21 that date.>

22 2. Title page, by striking lines 2 and 3 and inserting  
23 <district funding provisions, property tax calculation  
24 provisions, local government budgeting and bonding procedures,  
25 and including effective date>

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PROPOSED COMMITTEE AMENDMENT