

MAR 2 2005
LOCAL GOVERNMENT

HOUSE FILE 510
BY ELGIN

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

A BILL FOR

1 An Act providing for payroll deduction for county, city, and
2 school district employees for charitable giving.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 510

1 Section 1. NEW SECTION. 279.60 CHARITABLE GIVING PAYROLL
2 DEDUCTION.

3 1. The board of directors of a school district may
4 authorize deductions from the salaries or wages of school
5 district employees of an amount specified by an employee for
6 payment to an eligible charitable organization. The
7 authorization by an employee for deductions from the
8 employee's salary or wages shall be evidenced by a written
9 request signed by the employee directed to and filed with the
10 treasurer, or official in charge of the payroll system, of the
11 school district and the treasurer or responsible official
12 shall deduct from the salary or wages of the employee the
13 amount specified for payment to the eligible charitable
14 organization. The request for the deduction may be withdrawn
15 by the employee at any time by filing a written notification
16 of withdrawal with the applicable treasurer or responsible
17 official in charge of the payroll system.

18 2. If a board of directors authorizes deductions from the
19 salaries or wages of their employees for payment to any
20 eligible charitable organization, the board shall ensure that
21 an employee shall be permitted to authorize a deduction to any
22 eligible charitable organization.

23 3. For purposes of this section, "eligible charitable
24 organization" means a not-for-profit federation of health and
25 human services, social welfare, or environmental agencies or
26 associations that meets all of the following conditions:

27 a. The federation is tax exempt under section 501(c)(3) of
28 the Internal Revenue Code and contributions to the federation
29 are deductible under section 170 of the Internal Revenue Code.

30 b. The federation has had an office in this state for the
31 last five years.

32 c. The federation represents at least ten health and human
33 services, social welfare, or environmental agencies or
34 associations that are located in this state.

35 d. The federation is governed by an active, voluntary

1 board, which exercises administrative control over the
2 federation.

3 e. The federation is not a charitable foundation.

4 f. The federation is registered with the secretary of
5 state's office.

6 Sec. 2. NEW SECTION. 331.326 CHARITABLE GIVING PAYROLL
7 DEDUCTION -- COUNTY AND TOWNSHIP EMPLOYEES.

8 1. The county board of supervisors may authorize
9 deductions from the salaries or wages of county and township
10 employees of an amount specified by an officer or employee for
11 payment to an eligible charitable organization. The
12 authorization by an employee for deductions from the
13 employee's salary or wages shall be evidenced by a written
14 request signed by the employee directed to and filed with the
15 treasurer, or official in charge of the payroll system, of the
16 county and the treasurer or responsible official shall deduct
17 from the salary or wages of the employee the amount specified
18 for payment to the eligible charitable organization. The
19 request for the deduction may be withdrawn by the employee at
20 any time by filing a written notification of withdrawal with
21 the applicable treasurer or responsible official in charge of
22 the payroll system.

23 2. If a county board of supervisors authorizes deductions
24 from the salaries or wages of their employees for payment to
25 any eligible charitable organization, the board shall ensure
26 that an employee shall be permitted to authorize a deduction
27 to any eligible charitable organization.

28 3. For purposes of this section, "eligible charitable
29 organization" means a not-for-profit federation of health and
30 human services, social welfare, or environmental agencies or
31 associations that meets all of the following conditions:

32 a. The federation is tax exempt under section 501(c)(3) of
33 the Internal Revenue Code and contributions to the federation
34 are deductible under section 170 of the Internal Revenue Code.

35 b. The federation has had an office in this state for the

1 last five years.

2 c. The federation represents at least ten health and human
3 services, social welfare, or environmental agencies or
4 associations that are located in this state.

5 d. The federation is governed by an active, voluntary
6 board, which exercises administrative control over the
7 federation.

8 e. The federation is not a charitable foundation.

9 f. The federation is registered with the secretary of
10 state's office.

11 Sec. 3. NEW SECTION. 364.26 CHARITABLE GIVING PAYROLL
12 DEDUCTION -- CITY EMPLOYEES.

13 1. The governing body of a city may authorize deductions
14 from the salaries or wages of city employees of an amount
15 specified by an employee for payment to an eligible charitable
16 organization. The authorization by an employee for deductions
17 from the employee's salary or wages shall be evidenced by a
18 written request signed by the employee directed to and filed
19 with the treasurer, or official in charge of the payroll
20 system, of the city and the treasurer or responsible official
21 shall deduct from the salary or wages of the employee the
22 amount specified for payment to the eligible charitable
23 organization. The request for the deduction may be withdrawn
24 by the employee at any time by filing a written notification
25 of withdrawal with the applicable treasurer or responsible
26 official in charge of the payroll system.

27 2. If the governing body of a city authorizes deductions
28 from the salaries or wages of city employees for payment to
29 any eligible charitable organization, the applicable governing
30 body shall ensure that an employee shall be permitted to
31 authorize a deduction to any eligible charitable organization.

32 3. For purposes of this section, "eligible charitable
33 organization" means a not-for-profit federation of health and
34 human services, social welfare, or environmental agencies or
35 associations that meets all of the following conditions:

1 a. The federation is tax exempt under section 501(c)(3) of
2 the Internal Revenue Code and contributions to the federation
3 are deductible under section 170 of the Internal Revenue Code.

4 b. The federation has had an office in this state for the
5 last five years.

6 c. The federation represents at least ten health and human
7 services, social welfare, or environmental agencies or
8 associations that are located in this state.

9 d. The federation is governed by an active, voluntary
10 board, which exercises administrative control over the
11 federation.

12 e. The federation is not a charitable foundation.

13 f. The federation is registered with the secretary of
14 state's office.

15 EXPLANATION

16 This bill provides that a school district, city, or county
17 can authorize deductions from the wages of county and city
18 employees for payment to an eligible charitable organization.
19 If a school district, county, or city authorizes payroll
20 deductions, the bill provides that an employee shall be
21 permitted to authorize a deduction to any eligible charitable
22 organization. The bill provides that the authorization by an
23 employee for a payroll deduction shall be by a written request
24 signed by the employee directed to and filed with the
25 treasurer or official in charge of the payroll system. The
26 bill provides that the request for the deduction may be
27 withdrawn at any time by filing a written notification of
28 withdrawal. The bill defines an eligible charitable
29 organization as a not-for-profit federation of health and
30 human services, social welfare, or environmental agencies or
31 associations that is tax exempt under section 501(c)(3) of the
32 Internal Revenue Code, has had an office in Iowa for the last
33 five years, represents at least 10 health and human services,
34 social welfare, or environmental agencies or associations that
35 are located in this state, is governed by an active, voluntary

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1 board, is not a charitable foundation, and is registered with
2 the secretary of state's office.

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