

MAR 28 2006
WAYS & MEANS CALENDAR

HOUSE FILE 2774
BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO HF 2471)

Passed House, Date 4-3-06 Passed Senate, Date 4-26-06
Vote: Ayes 97 Nays 0 Vote: Ayes 48 Nays 0
Approved 5/24/06

A BILL FOR

1 An Act relating to trust and agency funds by allowing city
2 contributions for pension and related employee benefits
3 pursuant to contracted public safety services.

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

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HF 2774

1 Section 1. Section 384.6, subsection 1, Code 2005, is
2 amended to read as follows:

3 1. Accounting for pension and related employee benefit
4 funds as provided by the city finance committee. A city may
5 certify taxes to be levied for a trust and agency fund in the
6 amount necessary to meet its obligations.

7 a. A city may make contributions to a retirement system
8 other than the Iowa public employees' retirement system for
9 its city manager, or city administrator performing the duties
10 of city manager, in an annual amount not to exceed the amount
11 that would have been contributed by the employer under section
12 97B.11.

13 b. If a police chief or fire chief has submitted a written
14 request to the board of trustees to be exempt from chapter
15 411, authorized in section 411.3, subsection 1, a city shall
16 make contributions for the chief, in an amount not to exceed
17 the amount that would have been contributed by the city under
18 section 411.8, subsection 1, paragraph "a", to the
19 international city management association/retirement
20 corporation. ~~A city may certify taxes to be levied for a~~
21 ~~trust and agency fund in the amount necessary to meet its~~
22 ~~obligations.~~

23 c. A city which has contracted with another city or
24 governmental entity for the provision of public safety
25 services, including but not limited to police protection, fire
26 protection, ambulance, or hazardous materials response, may,
27 pursuant to contract, make contributions for pension and
28 related employee benefits for personnel of the other city or
29 governmental entity providing such services to the city. The
30 city may make such contributions in an annual amount not to
31 exceed the amount of contributions for pension and related
32 employee benefits that would otherwise be paid by the other
33 city or governmental entity for such personnel.

34 EXPLANATION

35 A city may establish trust and agency funds to account for

1 the payment of pension and related employee benefits. Under
2 current law, a city may make contributions to alternate
3 retirement systems for city managers or administrators and for
4 city police or fire chiefs, not to exceed the amount the city
5 would have otherwise contributed on behalf of such personnel.

6 This bill allows a city to contribute to pension and
7 related employee benefits for personnel of another city or
8 governmental entity pursuant to a contract in which the city
9 receives public safety services, including but not limited to
10 police protection, fire protection, ambulance, or hazardous
11 materials response, from the other city or governmental
12 entity. The city may make such contributions in an annual
13 amount not to exceed the amount of contributions for pension
14 and related employee benefits that would otherwise be paid by
15 the other city or governmental entity for such personnel.

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HOUSE FILE 2774

AN ACT

RELATING TO TRUST AND AGENCY FUNDS BY ALLOWING CITY CONTRIBUTIONS FOR PENSION AND RELATED EMPLOYEE BENEFITS PURSUANT TO CONTRACTED PUBLIC SAFETY SERVICES.

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

Section 1. Section 384.6, subsection 1, Code 2005, is amended to read as follows:

1. Accounting for pension and related employee benefit funds as provided by the city finance committee. A city may certify taxes to be levied for a trust and agency fund in the amount necessary to meet its obligations.

a. A city may make contributions to a retirement system other than the Iowa public employees' retirement system for its city manager, or city administrator performing the duties of city manager, in an annual amount not to exceed the amount that would have been contributed by the employer under section 97B.11.

b. If a police chief or fire chief has submitted a written request to the board of trustees to be exempt from chapter 411, authorized in section 411.3, subsection 1, a city shall make contributions for the chief, in an amount not to exceed the amount that would have been contributed by the city under section 411.8, subsection 1, paragraph "a", to the international city management association/retirement corporation. ~~A city may certify taxes to be levied for a trust and agency fund in the amount necessary to meet its obligations.~~

c. A city which has contracted with another city or governmental entity for the provision of public safety

services, including but not limited to police protection, fire protection, ambulance, or hazardous materials response, may, pursuant to contract, make contributions for pension and related employee benefits for personnel of the other city or governmental entity providing such services to the city. The city may make such contributions in an annual amount not to exceed the amount of contributions for pension and related employee benefits that would otherwise be paid by the other city or governmental entity for such personnel.

CHRISTOPHER C. RANTS
Speaker of the House

JEFFREY M. LAMBERTI
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 2774, Eighty-first General Assembly.

MARGARET THOMSON
Chief Clerk of the House

Approved 5/24, 2006

THOMAS J. VILSACK
Governor