

12 be paid to the state of Iowa. Where decedent is a nonresident or where
 13 property is located outside the state of Iowa and not subject to juris-
 14 diction of Iowa courts, the tax shall be pro-rated on the basis that the
 15 Iowa property bears to the total gross estate for federal tax purposes.
 16 "2. The total tax or the Iowa share of said tax shall be credited with
 17 the amount of any inheritance tax due the state of Iowa as provided in
 18 chapter 450 of the Iowa Code."

1 SEC. 2. Section four hundred fifty-one point three (451.3), Code
 2 1962, is hereby repealed and the following is enacted in lieu thereof:
 3 "451.3 Gross and net estate. The gross estate shall be the same as
 4 finally determined for federal estate tax and the net estate shall be the
 5 gross estate less deductions as permitted by federal law, in arriving at
 6 the net taxable federal estate, all determined as provided in the Inter-
 7 nal Revenue Code of 1954."

1 SEC. 3. Section four hundred fifty-one point one (451.1), Code
 2 1962, is hereby amended by adding thereto the following subsection:
 3 "8. The term 'Internal Revenue Code of 1954' shall have the same
 4 meaning as ascribed to it in section four hundred twenty-two point
 5 four (422.4)."

Approved June 30, 1965.

CHAPTER 368

INTEREST RATES ON PUBLIC DEPOSITS

H. F. 663

AN ACT to provide for procedure and type of investment of public funds by the treasurer of the state of Iowa, and to amend the interest rates of the deposit of public funds.

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

1 SECTION 1. Section four hundred fifty-two point ten (452.10),
 2 Code 1962, is hereby amended as follows:
 3 1. By striking in lines nine (9), ten (10), and eleven (11) the words
 4 "United States government bonds and certificates, providing suitable
 5 issues are available" and inserting in lieu thereof the following:
 6 "bonds or other evidences of indebtedness which are obligations of or
 7 guaranteed by the United States of America".
 8 2. By striking all of said section after the word "therefor." in line
 9 fourteen (14) and inserting in lieu thereof the following: "With
 10 respect to any time deposits that the state treasurer may place with
 11 any depository, the state treasurer shall require from such depositor-
 12 ies a pledge consisting of bonds or other evidences of indebtedness of
 13 the state of Iowa, or of any county, city, town, school, road, drainage,
 14 or other district located within the state of Iowa, or of any govern-
 15 mental authority or instrumentality of the state of Iowa, or bonds or
 16 other evidences of indebtedness which are obligations of or guaran-
 17 teed by the United States of America, said pledge to be one hundred
 18 (100) percent of the amount of said deposit, less \$10,000 insurance as

19 provided by the Federal Deposit Insurance Corporation, and said
20 pledge to be evidenced by a safe-keeping receipt of the securities de-
21 posited issued by a federal reserve bank or a branch thereof or a cor-
22 respondent bank, and said safe-keeping receipts to be furnished to
23 the state treasurer."

1 SEC. 2. Section four hundred fifty-three point six (453.6), Code
2 1962, as amended by the Acts of the Sixtieth General Assembly, chap-
3 ter two hundred seventy-eight (278), section three (3), is hereby
4 amended by striking from line fourteen (14) thereof the word "three"
5 and substituting therefor the word "four".

1 SEC. 3. Section four hundred fifty-three point nine (453.9), Code
2 1962, is hereby amended by inserting after the comma (,) in line nine
3 (9) thereof the following: "or make time deposits of such funds as
4 provided in this chapter and receive time certificates of deposit there-
5 for,".

1 SEC. 4. Chapter four hundred fifty-three (453), Code 1962, is
2 hereby amended by adding the following new section:

3 "A bank may make reasonable service charges with respect to the
4 handling of any public funds, but such service charges shall not be
5 greater than said bank customarily requires from other patrons for
6 similar services."

Approved June 30, 1965.

CHAPTER 369

INVESTMENT OF PUBLIC FUNDS

S. F. 180

AN ACT relating to the investment of public funds.

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

1 SECTION 1. Amend section two (2), chapter two hundred seventy-
2 eight (278), Acts of the 60th General Assembly by adding after the
3 words "United States" in line twelve (12) the following:
4 " , but these provisions shall not affect the investment of funds as
5 provided in sections four hundred fifty-three point nine (453.9) and
6 four hundred fifty-three point ten (453.10) of the Code".

Approved May 25, 1965.