

CHAPTER 91
HEALTH CARE FACILITY BONDS

S. F. 284

AN ACT authorizing cities and counties to issue revenue bonds under chapter four hundred nineteen (419) of the Code for the purpose of retiring the existing indebtedness of a health care facility, clinic or a voluntary nonprofit hospital.

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

Section 1. Section four hundred nineteen point two (419.2), Code 1979, is amended by adding the following new subsection:

NEW SUBSECTION. To issue revenue bonds for the purpose of retiring any existing indebtedness of a health care facility, clinic or voluntary nonprofit hospital, to secure payment of the bonds as provided in this chapter, and to enter into agreements with others with respect to these bonds for such payments and upon such terms and conditions as the governing body may deem advisable in accordance with the provisions of this chapter. The retiring of any existing indebtedness of a health care facility, clinic or voluntary nonprofit hospital shall be deemed a "project" for the purposes of this chapter.

Sec. 2. Section four hundred nineteen point seven (419.7), Code 1979, is amended to read as follows:

419.7 APPLICATION OF PROCEEDS LIMITED. The proceeds from the sale of any bonds, issued under authority of this chapter, shall be applied only for the purpose for which the bonds were issued and if, for any reason, any portion of such proceeds shall not be needed for the purpose for which the bonds were issued, such unneeded portion of said proceeds shall be applied to the payment of the principal or the interest on said bonds. The cost of any project shall be deemed to include the actual cost of acquiring a site or the cost of the construction of any part of a project which may be constructed including architects' and engineers' fees, the purchase price of any part of a project that may be acquired by purchase, all expenses in connection with the authorization, sale and issuance of the bonds to finance such acquisition, an amount to be held as a bond reserve fund, and the interest on such bonds for a reasonable time prior to construction, during construction and for not exceeding six months after completion of construction, ~~and with respect to any health care facility or voluntary nonprofit hospital the cost of retiring any existing indebtedness of such health care facility or voluntary nonprofit hospital which the governing body of the municipality determines to be reasonably necessary in connection with the issuance of the bonds.~~

Sec. 3. This Act, being deemed of immediate importance, shall take effect from and after its publication in The Dayton Review, a newspaper published in

Dayton, Iowa, and in the Fort Dodge Messenger, a newspaper published in Fort Dodge, Iowa.

Approved March 22, 1979

I hereby certify that the foregoing Act, Senate File 284, was published in The Dayton Review, Dayton, Iowa on March 28, 1979, and in the Fort Dodge Messenger, Fort Dodge, Iowa on March 27, 1979.

MELVIN D. SYNHORST, *Secretary of State*

CHAPTER 92
INTERNAL REVENUE CODE UPDATED

H. F. 139

AN ACT relating to the computation of individual and corporate income tax and the franchise tax by updating references to the internal revenue code and making the Act retroactive.

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

Section 1. Section four hundred twenty-two point four (422.4), subsection seventeen (17), Code 1979, is amended to read as follows:

17. "Internal Revenue Code of 1954" means the Internal Revenue Code of 1954, as amended to and including January 1, ~~1978~~ 1979.

Sec. 2. Section four hundred twenty-two point thirty-two (422.32), subsection four (4), Code 1979, is amended to read as follows:

4. "Internal Revenue Code of 1954" means the Internal Revenue Code of 1954, as amended to and including January 1, ~~1978~~ 1979.

Sec. 3. Section four hundred twenty-two point sixty-one (422.61), subsection four (4), Code 1979, is amended to read as follows:

4. "Net income" means the net income of the financial institution computed in accordance with section 422.35, with the exception that interest and dividends from federal securities shall not be subtracted and interest and dividends from evidences of indebtedness and securities of this state and its political subdivisions, exempt from federal income tax under the Internal Revenue Code of 1954 as amended to and including January 1, ~~1978~~ 1979, shall not be added.

Sec. 4. The provisions of this Act are retroactive to January 1, 1978 for tax years beginning on or after January 1, 1978 and to this extent the provisions of this Act are retroactive.

Sec. 5. This Act, being deemed of immediate importance, shall take effect from and after its publication in The Record, a newspaper published in Cedar