

2. To custom slaughter livestock under contract for a natural person and to process the carcass for the natural person by cutting, wrapping, and freezing the meat.

3. To process an animal carcass to offer at retail processed meat products to a natural person after the facility has purchased the livestock or carcass.

Sec. 3. This Act is retroactive to January 1, 1980 for the valuation of property on or after January 1, 1980.

Approved May 21, 1980

CHAPTER 1140

TAX EXEMPT PROPERTY — SALE OF FOOD AND DRINKS

S. F. 2060

AN ACT to permit the serving of food and beverages on the premises of certain tax exempt property.

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

Section 1. Section four hundred twenty-seven point one (427.1), subsections two (2), eleven (11), and twenty-five (25), Code 1979, are amended to read as follows:

2. MUNICIPAL AND MILITARY PROPERTY. The property of a county, township, city, school corporation, levee district, drainage district or military company of the state of Iowa, when devoted to public use and not held for pecuniary profit except property of a municipally owned electric utility held under joint ownership which shall be subject to assessment and taxation under provisions of chapters 428 and 437. The exemption for property owned by a city or county also applies to property which is operated by a city or county as a library, art gallery or museum, conservatory, botanical garden or display, observatory or science museum, or as a location for holding athletic contests, sports or entertainment events, expositions, meetings or conventions, or leased from the city or county for any such purposes. Food and beverages may be served at the events or locations without affecting the exemptions, provided the city has approved the serving of food and beverages on the property if the property is owned by the city or the county has approved the serving of food and beverages on the property if the property is owned by the county.

11. PROPERTY OF EDUCATIONAL INSTITUTIONS. Real estate owned by any educational institution of this state as a part of its endowment fund, to the extent of one hundred sixty acres in any civil township except any real property acquired after January 1, 1965, by any educational institution as a part of its endowment fund or upon which any income is derived or used, directly or indirectly, for full or partial payment for services rendered,

shall be taxed beginning with the levies applied for taxes payable in the year 1967, at the same rate as all other property of the same class in the taxing district ~~or-districts~~ in which ~~such~~ the real property is located. ~~Such~~ The property acquired prior to January 1, 1965, and held or owned as part of the endowment fund of an educational institution shall be subject to assessment and levy in the assessment year 1974 for taxes payable in 1975. All ~~such~~ the property shall be listed on the assessment rolls in the district ~~or-districts~~ in which ~~such~~ the property is located and an actual fair market value and an assessed or taxable value be ascribed to it, as contemplated by section 441.21, irrespective of whether an exemption under this subsection may be or is affirmed, and ~~such~~ the information shall be open to public inspection; it being the intent of this section that ~~such~~ the property be valued whether or not it ~~be~~ is subject to a levy. Every educational institution claiming an exemption under ~~the--provisions--of~~ this subsection shall file with the assessor not later than February 1 of the year for which ~~such~~ the exemption is requested, a statement upon forms to be prescribed by the director of revenue, describing and locating the property upon which ~~such~~ the exemption is claimed. Property which is located on the campus grounds and used for student union purposes may serve food and beverages without affecting its exemption received pursuant to subsection nine (9) or this subsection.

25. MANDATORY DENIAL. No exemption shall be granted upon any property which is the location of ~~a-federal-retail-liquor-sales-permit-or-in-which~~ federally licensed devices not lawfully permitted to operate under the laws of the state ~~of-Iowa-are-located~~.

Sec. 2. This Act, being deemed of immediate importance, takes effect from and after its publication in the West Des Moines Express, a newspaper published in West Des Moines, Iowa, and in the Urbandale News, a newspaper published in Urbandale, Iowa.

Approved April 7, 1980

I hereby certify that the foregoing Act, Senate File 2060, was published in the West Des Moines Express, West Des Moines, Iowa on April 10, 1980, and in the Urbandale News, Urbandale, Iowa on April 10, 1980.

MELVIN D. SYNHORST, *Secretary of State*