

CHAPTER 1064**TAXATION LUMP SUM DISTRIBUTION OF INCOME UNDER FEDERAL LAW***S.F. 400*

AN ACT providing for the taxation of a lump sum distribution of an individual, estate or trust who has elected to have the distribution separately taxed under the Internal Revenue Code of 1954 and providing for a retroactive effective date.

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

Section 1. Section 422.5, Code 1981, is amended by adding the following new unnumbered paragraph:

NEW UNNUMBERED PARAGRAPH. In addition to the other taxes imposed by this section, a tax is imposed on the amount of a lump sum distribution for which the taxpayer has elected under section 402(e) of the Internal Revenue Code of 1954 to be separately taxed for federal income tax purposes for the tax year. The rate of tax is equal to twenty-five percent of the separate federal tax imposed on the amount of the lump sum distribution. A nonresident is liable for this tax only on that portion of the lump sum distribution allocable to Iowa. The total amount of the lump sum distribution subject to separate federal tax shall be included in net income for purposes of determining eligibility under the five thousand dollar or less exclusion.

Sec. 2. This Act is retroactive to January 1, 1982 for tax years beginning on or after January 1, 1982.

Approved April 5, 1982

CHAPTER 1065**DEPARTMENT OF HEALTH INSPECTION OF HEALTH CARE FACILITY PLANS***S.F. 24*

AN ACT relating to the requirement that plans and specifications for new health care facilities and remodeling of or additions to existing health care facilities be submitted to the department of health for preliminary inspection and approval or recommendations and that the department either waive or pay the costs to correct any deficiencies which were not noted by the department in the plans or specifications.

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

Section 1. Section 135C.16, subsection 2, Code 1981, is amended to read as follows: