February 14, 1967
Passed on File
Ways and Means 2-15

Senate File 228

By HEYING, ELVERS, BENDA, BALLOUN, WALSH, CLARKE, RENO, POTGETER, PATTON, KYHL, HAGEDORN, KRUCK, NURSE, BUREN, CONDON, COLEMAN, FLOY, DODDS, KLEFSTAD, HOUGEN, SCHABEN, MAIN, HEABERLIN, FREY, KIBBIE, JEPSEN, McGILL, LAMBORN, BRILES, FLATT and SHIRLEY

Passed Senate, Date_____ Passed House, Date_____

Vote: Ayes_____ Nays_____ Vote: Ayes_____ Nays_____

Approved_____

A BILL FOR

An Act relating to personal property tax revision and to provide a replacement therefor.

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

1 Section 1. Section four hundred forty-four point three
2 (444.3), Code 1966, is hereby amended by adding thereto the
3 following:
4 "Provided, further, that after the tax on personal property
5 of each taxpayer has been computed there shall be given a
6 credit to the taxpayer of an amount equal to but not exceed-
7 ing the amount of tax computed on the first thirty thousand
8 (30,000) dollars of assessed valuation on taxes payable during
9 the tax year beginning January 1, 1968 and ending December 31,
10 1968. For taxes payable during the tax year beginning January
11 1, 1969 and ending December 31, 1969, each taxpayer shall be
12 given a credit equal to but not exceeding the amount of tax
13 computed on the fifty thousand (50,000) dollars of assessed
14 valuation. Each taxpayer shall be given credit of an amount
15 equal to his tax computed on personal property for personal
16 property taxes payable during the tax year beginning January

17 1, 1970 and each tax year thereafter."
1 Sec. 2. There is hereby created in each county a "county
2 personal property tax credit fund" from moneys forwarded to
3 the county by the state treasurer as provided in this Act.
4 Credits authorized under section one (1) of this Act shall
5 be paid to the taxing district from the county personal pro-
6 perty tax credit fund.
1 Sec. 3. There shall be levied and collected from each tax-
2 payer filing a state income tax return an annual county tax
3 based on the adjusted gross income as shown on the state in-
4 come tax return. The tax due shall be determined as follows:
5 "1. If the state income return shows an adjusted gross
6 income of over one thousand (1,000) dollars but not over two
7 thousand (2,000) dollars the tax shall be ten (10) dollars.
8 "2. If the state income return shows an adjusted gross
9 income of over two thousand (2,000) dollars but not over three
10 thousand (3,000) dollars the tax shall be twenty (20) dollars.
11 "3. If the state income tax return shows an adjusted gross
12 income of over three thousand (3,000) dollars but not over
13 four thousand (4,000) dollars the tax shall be forty (40) dol-
14 lars.
15 "4. If the state income tax return shows an adjusted gross
16 income of over four thousand (4,000) dollars but not over five
17 thousand (5,000) dollars the tax shall be fifty (50) dollars.
18 "5. If the state income tax return shows an adjusted gross
19 income of over five thousand (5,000) dollars but not over six
20 thousand (6,000) dollars the tax shall be sixty (60) dollars.
21 "6. If the state income tax return shows an adjusted gross
22 income of over six thousand (6,000) dollars but not over seven
23 thousand (7,000) dollars the tax shall be seventy-five (75)
24 dollars.
25 "7. If the state income tax return shows an adjusted gross
26 income of over seven thousand (7,000) dollars but not over
27 eight thousand (8,000) dollars the tax shall be one hundred
28 (100) dollars.

29 "8. If the state income tax return shows an adjusted gross
30 income of over eight thousand (8,000) dollars but not over
31 nine thousand (9,000) dollars the tax shall be one hundred
32 twenty-five (125) dollars.
33 "9. If the state income tax return shows an adjusted gross
34 income of over nine thousand (9,000) dollars but not over ten
35 thousand (10,000) dollars the tax shall be one hundred fifty
36 (150) dollars.
37 "10. If the state income tax return shows an adjusted gross
38 income of over ten thousand (10,000) dollars but not over
39 eleven thousand (11,000) dollars the tax shall be one hundred
40 seventy-five (175) dollars.
41 "11. If the state income tax return shows an adjusted gross
42 income of over eleven thousand (11,000) dollars but not over
43 twelve thousand (12,000) dollars the tax shall be two hundred
44 (200) dollars.
45 "12. If the state income tax return shows an adjusted gross
46 income of over twelve thousand (12,000) dollars but not over
47 thirteen thousand (13,000) dollars the tax shall be two hundred
48 twenty-five (225) dollars.
49 "13. If the state income tax return shows an adjusted gross
50 income of over thirteen thousand (13,000) dollars but not over
51 fourteen thousand (14,000) dollars the tax shall be two hundred
52 fifty (250) dollars.
53 "14. If the state income tax return shows an adjusted gross
54 income of over fourteen thousand (14,000) dollars but not over
55 fifteen thousand (15,000) dollars the tax shall be two hundred
56 seventy-five (275) dollars.
57 "15. If the state income tax return shows an adjusted gross
58 income of over fifteen thousand (15,000) dollars the tax shall
59 be three hundred (300) dollars.
60 "16. For the purpose of this Act, the net income of a cor-
61 portation shall be considered to be its adjusted gross income."
1 Sec. 4. An attached return on forms provided by the state
2 tax commission showing the amount of county tax due under

3 section three (3) of this Act, shall be filed with the state
4 income tax return, and the tax shall be paid at the same time
5 and in the same manner as the state income tax. Failure to
6 file the attached return and pay the tax due shall subject
7 the taxpayer to the same penalties as provided for a violation
8 of the provisions of the state income tax laws.

1 Sec. 5. There is hereby created in the office of the trea-
2 surer of state a fund to be known as the "county tax credit
3 fund" in which shall be credited all funds collected under
4 section three (3) of this Act.

1 Sec. 6. The total amount in the county tax credit fund
2 shall be allocated to the counties from the office of the
3 treasurer of the state prior to July 31 of each year. Each
4 county shall receive from the fund the percentage of the fund
5 determined by the proportion of the number of children from
6 age five (5) to eighteen (18) years in the county in relation
7 to the total annual school census of the state for the school
8 year ending on June 30 of the year of payment. The treasurer
9 of state shall direct the state comptroller to issue his war-
10 rants on the county tax credit fund for the amount certified
11 by the state treasurer in accordance with the provisions of
12 this section. Warrants shall be payable to the treasurer of
13 the county to be used for public school support.

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1. Amend Senate File 228 as follows:
2 1. Amend section six (6) by inserting in line four (4) after the
3 word "shall" the words "furnish the state treasurer necessary infor-
4 mation so that he may direct the comptroller to pay the amount lost in
5 granting credits on personal property taxes assessed in each county in
6 the assessment year 1967. After all counties have been satis-
7 fied on their warrents they shall in addition".
8 2. Further amend section six (6) by inserting in line four (4)
9 after the word "from" the words "the balance of".
10 3. Further amend section six (6) by striking the last sen-
11 tence in lines twelve (12) and thirteen (13).

Filed
February 21, 1967 By HEYING