

MAR 9 1978

Ways and Means

HOUSE FILE 2317

By JUNKER

Passed House, Date _____ Passed Senate, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

- 1 An Act relating to property tax exemptions.
- 2 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
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FISCAL NOTE
 HOUSE FILE 2317
 Requested by Representative Junker
 February 28, 1978

In compliance with a written request, there is submitted a Fiscal Note for H.F. 2317, pursuant to Joint Rule 16: House File 2317, An Act relating to property tax exemptions.

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 1 The proposal intends to provide that property purchased by a
 1 governmental unit which would qualify for tax exempt status
 1 shall be subject to property taxes payable during the fiscal
 1 year.

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 1 The absence of reliable data as to the taxes currently not
 1 collected on such exempt property make it impossible to
 1 provide a reliable estimate of the revenue effects of the
 1 proposal.

1 Source: Department of Revenue
 1 FILED GERRY D. RANKIN
 1 APRIL 10, 1978 Legislative Fiscal Bureau

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1 Section 1. Chapter four hundred twenty-seven (427), Code
2 1977, is amended by adding the following new section:

3 NEW SECTION. All taxable property on the tax rolls as
4 of July first of each year shall be subject to all property
5 taxes levied and payable during the fiscal year. If any
6 property is acquired after July first by any person or the
7 state and any of its political subdivisions which is exempt
8 from taxation and such person or the state and any of its
9 political subdivisions files for a tax exemption for the
10 property, the exemption shall be denied and the person or
11 the state and any of its political subdivisions shall pay
12 the property taxes levied against the property, provided that
13 the seller and the purchaser may, by written agreement,
14 designate the party responsible for payment of the property
15 taxes due.

16 Sec. 2. Section four hundred forty-five point twenty-
17 eight (445.28), Code 1977, is amended to read as follows:

18 445.28 LIEN OF TAXES ON REAL ESTATE. Taxes upon real
19 estate shall be a lien thereon against all persons except
20 the state. However, taxes upon real estate shall be a lien
21 on the real estate against the state and any political subdivi-
22 sion thereof which is liable for payment of property taxes
23 as a purchaser under the provisions of section one (1) of
24 this Act.

25 EXPLANATION

26 This bill provides that any property acquired after July
27 first of each year shall be subject to the property taxes
28 levied for that fiscal year. If the property is acquired
29 after July first by any person and the purchaser files and
30 qualifies for a tax exemption for the property, the exemption
31 shall be denied for the remainder of the year.

32 The bill also provides that the seller and purchaser may,
33 by written agreement, designate the party responsible for
34 payment of property taxes due for the remainder of that year.

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LSB 3258H

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