

Reprinted

SENATE FILE 176
BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO SSB 135)

Passed Senate, Date 2/21/91 (7 40') Passed House, Date _____
Vote: Ayes 47 Nays 0 Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to providing an income tax exemption for payments
2 received by persons providing in-home health-related care
3 services to related individuals, and providing a retroactive
4 applicability date.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

SENATE FILE 176

S-3054

- 1 Amend Senate File 176 as follows:
 - 2 1. Page 1, by striking lines 12 through 15.
- By ELAINE SZYMONIAK

S-3054 FILED FEBRUARY 19, 1991

Adopted 2/21

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1 Section 1. Section 422.7, Code 1991, is amended by adding
2 the following new subsection:

3 NEW SUBSECTION. 24. Subtract, to the extent included,
4 payments received by an individual providing unskilled in-home
5 health-related care services authorized in section 249.3, sub-
6 section 2, paragraph "a", subparagraph (2), to a member of the
7 individual caregiver's family. For purposes of this
8 subsection, a member of the individual caregiver's family
9 includes a spouse, parent, stepparent, child, stepchild,
10 brother, stepbrother, sister, stepsister, lineal ancestor, or
11 lineal descendent, and such persons by marriage or adoption.
12 However, a health care professional licensed by an examination
13 board designated in section 147.13, subsections 1 through 10,
14 is not eligible for the exemption authorized in this
15 subsection.

16 Sec. 2. This Act applies retroactively to January 1, 1991,
17 for tax years beginning on or after that date.

18 EXPLANATION

19 This bill provides an exemption from state income taxation
20 for payments received by individuals providing unskilled in-
21 home health-related care services to persons who are members
22 of the caregivers' families unless the caregivers are licensed
23 health care professionals. The bill applies retroactively to
24 January 1, 1991, for tax years beginning on or after that
25 date.

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SENATE FILE 176
BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO SSB 135)

(AS AMENDED AND PASSED BY THE SENATE FEBRUARY 21, 1991)

* - Language Stricken by the Senate

Passed Senate, Date _____ Passed House, Date _____

Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____

Approved _____

A BILL FOR

1 An Act relating to providing an income tax exemption for payments
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5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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SENATE FILE 176

H-3592

- 1 Amend Senate File 176 as amended, passed, and
- 2 reprinted by the Senate, as follows:
- 3 1. Page 1, by striking lines 6 through 11 and
- 4 inserting the following: "section 2, paragraph "a",
- 5 subparagraph (2)."
- 6 2. Title page, line 3, by striking the words "to
- 7 related individuals,".

By COMMITTEE ON HUMAN RESOURCES
HAVERLAND of Polk, Chairperson

H-3592 FILED APRIL 11, 1991

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2 the following new subsection:

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SENATE FILE 176
FISCAL NOTE

REQ. BY SEN. SZYMONIAK

A fiscal note for Senate File 176 is hereby submitted pursuant to Joint Rule 17. Data used in developing this fiscal note is available from the Legislative Fiscal Bureau to members of the Legislature upon request.

Senate File 176 provides an exemption from state income taxation for payments received by individuals providing unskilled in-home health-related care services to persons who are members of the caregivers' families unless the caregivers are licensed health care professionals. The bill applies retroactively to January 1, 1991, for tax years beginning on or after that date.

Assumptions

1. Approximately 300 families receiving State Supplementary Assistance for in-home health-related care services to family members would be eligible to take the proposed exemption.
2. Each family is receiving the maximum benefit of \$390 per month (\$4,680 per year).

Fiscal Effect

This bill is estimated to reduce FY 1992 General Fund revenues by less than \$100,000.

Sources: Department of Revenue and Finance
Department of Human Services

(LSB 1562sv, PDD)

FILED FEBRUARY 14, 1991

BY DENNIS PROUTY, FISCAL DIRECTOR

**SENATE FILE 176
FISCAL NOTE**

A fiscal note for H-3592 to Senate File 176 is hereby submitted pursuant to Joint Rule 17. Data used in developing this fiscal note is available from the Legislative Fiscal Bureau to members of the Legislature upon request.

H-3592 to Senate File 176 expands the eligibility for the exemption provided under Senate File 176 to all persons providing unskilled in-home health-related care services and receiving State Supplementary Assistance, as opposed to payments received by individuals providing unskilled in-home health-related care services to persons who are members of the caregivers' families. The bill applies retroactively to January 1, 1991, for tax years beginning on or after that date.

Assumptions

1. Approximately 300 families receiving State Supplementary Assistance for in-home health-related care services to family members would be eligible to take the exemption proposed in S.F. 176.
2. Approximately 900 additional individuals receiving payments for State Supplementary Assistance for in-home health-related care services would be eligible to deduct this income under H-3592.
3. These additional caregivers would receive the full benefit of \$390 per month (\$4,680 per year) for each individual under their care.
4. The average number of individuals in the care of each caregiver not related to the care recipient is not known.

Fiscal Effect

The amendment is expected to reduce the FY 1992 General Fund revenues by \$100,000 to \$200,000.

Sources: Department of Human Services

(LSB 1562sv.2, PDD)

FILED APRIL 19, 1991

BY DENNIS PROUTY, FISCAL DIRECTOR

SZYMONIAK, CH.
ROSENBERG
TAYLOR

SSB 135
WAYS - MEANS

SENATE/HOUSE FILE ~~135~~ 135
BY (PROPOSED GOVERNOR'S BILL)

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