

FILED FEB 5 1995

WAYS & MEANS

SENATE FILE 2138

BY REHBERG, BEHN, RIFE,  
REDWINE, KING, MCKIBBEN,  
and SCHUERER

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

**A BILL FOR**

1 An Act repealing the state inheritance tax and providing for the  
2 Act's applicability.

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

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S.F. 2138

1 Section 1. Section 450.2, Code 1997, is amended by adding  
2 the following new unnumbered paragraph:

3 NEW UNNUMBERED PARAGRAPH. Property passing from estates of  
4 decedents dying on or after July 1, 1998, is not subject to  
5 tax under this chapter. This chapter is repealed July 1,  
6 1998, for property of estates of decedents dying on or after  
7 July 1, 1998.

8 Sec. 2. Section 450.4, Code 1997, is amended by adding the  
9 following new subsection:

10 NEW SUBSECTION. 7. On any property of an estate of a  
11 person dying on or after July 1, 1998.

12 Sec. 3. This Act applies to estates of decedents dying on  
13 or after July 1, 1998.

14 EXPLANATION

15 Present law provides for exemptions from the state  
16 inheritance tax of property of decedents passing to surviving  
17 spouses, children including adopted children, stepchildren and  
18 other biological children, mothers and fathers, and other  
19 lineal ascendants and descendants. The bill eliminates the  
20 state inheritance tax on all other property passing from  
21 estates of persons dying on or after July 1, 1998.

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