

CHAPTER 8
INDIVIDUAL INCOME TAX RATES
H.F. 388

AN ACT reducing the state individual income tax rates by ten percent and including an effective date provision.

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

Section 1. Section 422.5, subsection 1, paragraphs a through i, Code 1997, are amended to read as follows:

- a. On all taxable income from zero through one thousand dollars, ~~four-tenths~~ thirty-six hundredths of one percent.
- b. On all taxable income exceeding one thousand dollars but not exceeding two thousand dollars, ~~eight-tenths~~ seventy-two hundredths of one percent.
- c. On all taxable income exceeding two thousand dollars but not exceeding four thousand dollars, two and ~~seven-tenths~~ forty-three hundredths percent.
- d. On all taxable income exceeding four thousand dollars but not exceeding nine thousand dollars, ~~five~~ four and one-half percent.
- e. On all taxable income exceeding nine thousand dollars but not exceeding fifteen thousand dollars, six and ~~eight-tenths~~ twelve hundredths percent.
- f. On all taxable income exceeding fifteen thousand dollars but not exceeding twenty thousand dollars, ~~seven and two-tenths~~ six and forty-eight hundredths percent.
- g. On all taxable income exceeding twenty thousand dollars but not exceeding thirty thousand dollars, ~~seven and fifty-five hundredths~~ six and eight-tenths percent.
- h. On all taxable income exceeding thirty thousand dollars but not exceeding forty-five thousand dollars, ~~eight and eight-tenths~~ seven and ninety-two hundredths percent.
- i. On all taxable income exceeding forty-five thousand dollars, ~~nine~~ eight and ninety-eight hundredths percent.

Sec. 2. This Act takes effect January 1, 1998, and applies to tax years beginning on or after that date.

Approved March 27, 1997

CHAPTER 9
REAL PROPERTY USED IN RACETRACK OPERATION
H.F. 212

AN ACT relating to the taxation of real property used in the operation of a racetrack or racetrack enclosure.

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

Section 1. Section 99D.2, subsection 8, Code 1997, is amended to read as follows:

8. "RACETRACK ENCLOSURE" means the grandstand, clubhouse, turf club or other areas of a licensed racetrack which a person may enter only upon payment of an admission fee, or upon payment by another, at any time, based upon the person's admittance, or upon presentation of authorized credentials. "Racetrack enclosure" also means any additional areas designated by the commission.

Sec. 2. Section 99D.14, subsection 6, Code 1997, is amended by striking the subsection and inserting in lieu thereof the following:

6. Real property used in the operation of a racetrack or racetrack enclosure which is exempt from property taxation under another provision of the law, including being exempt because it is owned by a city, county, state, or charitable or nonprofit entity, may be subject to real property taxation by any taxing district in which the real property used in the operation of the racetrack or racetrack enclosure is located. To subject such real property to taxation, the taxing authority of the taxing district shall pass a resolution imposing the tax and shall notify the county assessor, director of revenue and finance, and the owner of record of the real property by September 1 preceding the fiscal year in which the real property taxes are due and payable. The assessed value shall be determined and notice of the assessed value shall be provided to the county auditor by the department of revenue and finance by October 15 and the owner may protest the assessed value to the state board of tax review by December 1. Property taxes due as a result of this subsection shall be paid to the county treasurer in the manner and time as other property taxes. The county treasurer shall remit the tax revenue to those taxing authorities imposing the property tax under this subsection. Real property subject to tax as provided in this subsection shall continue to be taxed until such time as the taxing authority of the taxing district repeals the resolution subjecting the property to taxation. Notwithstanding section 99D.7, the department of revenue and finance shall adopt rules to implement this subsection.

Sec. 3. Section 99F.1, subsection 15, Code 1997, is amended to read as follows:

15. "RACETRACK ENCLOSURE" means the grandstand, clubhouse, turf club, or other areas of a licensed racetrack which an individual may enter only upon payment of an admission fee, or upon payment by another, at any time, based upon the individual's admittance, or upon presentation of authorized credentials. "Racetrack enclosure" also means any additional areas designated by the commission.

Approved March 27, 1997

CHAPTER 10

EASEMENTS ON STATE LAND

S.F. 190

AN ACT relating to granting easements on certain property by the department of natural resources.

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

Section 1. Section 461A.25, Code 1997, is amended by adding the following new unnumbered paragraph:

NEW UNNUMBERED PARAGRAPH. The commission shall adopt rules providing for granting easements to political subdivisions and utility companies on state land under the jurisdiction of the department. An applicant for an easement shall provide the director with information setting forth the need for the easement, availability of alternatives, and measures proposed to prevent or minimize adverse impacts on the affected property. An easement shall be executed by the director, approved as to form by the attorney general, and if granted for a term longer than five years, approved by the commission.

Approved March 31, 1997