

House Amendment 1697

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1 1 Amend House File 883 as follows:
1 2 #1. Page 1, by inserting after line 8 the
1 3 following:
1 4 <Sec. _____. Section 422.12C, Code 2007, is amended
1 5 by adding the following new subsection after
1 6 subsection 1:
1 7 NEW SUBSECTION. 1A. For tax years beginning on or
1 8 after January 1, 2007, but before January 1, 2008,
1 9 each net income amount specified in subsection 1 shall
1 10 be increased by five thousand dollars. For tax years
1 11 beginning on or after January 1, 2008, each net income
1 12 amount specified in subsection 1 shall be increased by
1 13 ten thousand dollars.
1 14 Sec. _____. Section 422.12C, subsection 2,
1 15 unnumbered paragraph 1, Code 2007, is amended to read
1 16 as follows:
1 17 The taxes imposed under this division, less the
1 18 amounts of nonrefundable credits allowed under this
1 19 division, may be reduced by an early childhood
1 20 development tax credit equal to twenty-five percent of
1 21 the first one thousand dollars which the taxpayer has
1 22 paid to others for each dependent, as defined in the
1 23 Internal Revenue Code, ages three through five for
1 24 early childhood development expenses. In determining
1 25 the amount of early childhood development expenses for
1 26 the tax year beginning in the 2006 calendar year only,
1 27 such expenses paid during November and December of the
1 28 previous tax year shall be considered paid in the tax
1 29 year for which the tax credit is claimed. This For
1 30 the tax year beginning before January 1, 2007, this
1 31 credit is available to a taxpayer whose net income is
1 32 less than forty-five thousand dollars. For tax years
1 33 beginning on or after January 1, 2007, but before
1 34 January 1, 2008, this credit is available to taxpayers
1 35 whose net income is less than fifty thousand dollars.
1 36 For tax years beginning on or after January 1, 2008,
1 37 this credit is available to a taxpayer whose net
1 38 income is less than fifty-five thousand dollars. If
1 39 the early childhood development tax credit is claimed
1 40 for a tax year, the taxpayer and the taxpayer's spouse
1 41 shall not claim the child and dependent care credit
1 42 under subsection 1. As used in this subsection,
1 43 "early childhood development expenses" means services
1 44 provided to the dependent by a preschool, as defined
1 45 in section 237A.1, materials, and other activities as
1 46 follows:>
1 47 #2. Title page, line 1, by inserting after the
1 48 words <relating to> the following: <the increase in
1 49 the child and dependent care and early childhood
1 50 development tax credits and to>.
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2 4 UPMEYER of Hancock
2 5 HF 883.702 82
2 6 mg/gg/8356