

House File 148

H-1192

1 Amend House File 148 as follows:

2 1. Page 1, after line 28 by inserting:

3 <Sec. \_\_\_\_ . NEW SECTION. 421D.1 **Tax expenditures**  
4 **repealed.**

5 1. Beginning on June 30, 2012, and every fifth year  
6 thereafter, each Code provision in effect that provides  
7 for a state or local tax expenditure is repealed. For  
8 purposes of this section, "*tax expenditure*" means an  
9 exclusion from the operation or collection of a tax  
10 imposed in this state. Tax expenditures include tax  
11 credits, exemptions, deductions, and rebates. Tax  
12 expenditures also include sales tax refunds issued  
13 pursuant to section 423.4.

14 2. a. The repeal of a tax expenditure shall be  
15 applicable beginning with the tax year, assessment  
16 year, or fiscal year, as applicable, following the date  
17 of the repeal.

18 b. The repeal of a tax expenditure originally taken  
19 prior to its repeal that authorized the carryforward of  
20 an unused portion of the tax expenditure shall continue  
21 to be valid after its repeal until the unused portion  
22 is depleted or until expiration of the carryforward  
23 period provided for in the statutory authorization for  
24 the tax expenditure, whichever is earlier. The repeal  
25 of a tax expenditure shall not apply to a taxpayer who  
26 was authorized to take the tax expenditure pursuant  
27 to a contract entered into with a state agency until  
28 such time as the contract is voided or expires. A  
29 tax expenditure authorized for multiple years that is  
30 repealed pursuant to this section shall continue after  
31 the date of repeal until its expiration provided for in  
32 the statutory authorization for the tax expenditure.

33 Sec. \_\_\_\_ . APPLICABILITY. The section of this  
34 division of this Act enacting section 421D.1 applies to  
35 tax expenditures in effect on and after June 30, 2012.>

36 2. By renumbering as necessary.

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ISENHART of Dubuque