

House File 648

S-5241

1 Amend House File 648, as passed by the House, as follows:

2 1. Page 1, line 1, by striking <2017> and inserting <2018>

3 2. Page 1, line 10, by striking <2017> and inserting <2018>

4 3. Page 2, line 1, by striking <2017> and inserting <2018>

5 4. Page 2, after line 17 by inserting:

6 <Sec. \_\_\_\_\_. NEW SECTION. **260C.41 High-demand occupation tax**  
7 **credit — agreement.**

8 1. A high-demand occupation tax credit is allowed under this  
9 section. The tax credit is allowed against the taxes imposed  
10 in chapter 422, division II, as provided in section 422.11K,  
11 to facilitate an increase in the number of Iowans prepared to  
12 enter high-demand occupational fields.

13 2. In order to qualify for the tax credit, the taxpayer  
14 must meet qualifications established by the board of directors  
15 of the community college in which the taxpayer enrolled and  
16 attended a course of study in accordance with this subsection.  
17 At a minimum, the taxpayer must comply with all of the  
18 following:

19 a. Be a resident of Iowa who enrolls in a community  
20 college in a course of study which results in the community  
21 college conferring a credential that qualifies the taxpayer  
22 for a high-demand occupation. For purposes of this section,  
23 "credential" means a postsecondary certificate, diploma, or  
24 degree, but not more than an associate degree. For purposes  
25 of this section, "high-demand occupation" means an occupation  
26 in the fields of science, technology, engineering, and  
27 mathematics, and occupations aligned with the six career and  
28 technical education service areas as defined in section 256.11,  
29 subsection 5, paragraph "h".

30 b. Execute an agreement with the community college under  
31 which the taxpayer maintains a grade point average of at least  
32 two-point-five on a four-point grade scale, or the equivalent  
33 if another grade scale is used, until the taxpayer is issued a  
34 credential by the community college for successful completion  
35 of a course of study that meets the requirements of paragraph

1 "a". The agreement shall be for at least two years, but not  
2 more than five years.

3 3. a. If the taxpayer meets the terms of the agreement  
4 entered into under subsection 2, the community college shall  
5 submit to the department of revenue the total amount of tuition  
6 and mandatory fees paid by the taxpayer in earning a credential  
7 under this section.

8 b. The department of revenue shall issue the tax credit  
9 certificate to the taxpayer upon receipt of information  
10 submitted to the department of revenue by a community college  
11 in accordance with this subsection.

12 4. The tax credit shall equal the gross amount paid to the  
13 community college for tuition and mandatory fees paid by the  
14 taxpayer under the agreement.

15 5. a. To claim a tax credit under this section, a taxpayer  
16 shall include one or more tax credit certificates with the  
17 taxpayer's tax return.

18 b. The tax credit certificate shall contain the taxpayer's  
19 name, address, tax identification number, the amount of the  
20 credit, and any other information required by the department  
21 of revenue.

22 c. The tax credit certificate, unless rescinded by the  
23 department of revenue, shall be accepted by the department  
24 of revenue as payment for taxes imposed in chapter 422,  
25 division II, subject to any conditions or restrictions placed  
26 by the department of revenue upon the face of the tax credit  
27 certificate and subject to the limitations of this tax credit.

28 6. A tax credit in excess of the taxpayer's liability for  
29 the tax year is not refundable but may be credited to the tax  
30 liability for the following five tax years or until depleted,  
31 whichever is earlier. However, if the taxpayer enters into  
32 active military service as a member of the Iowa army national  
33 guard, the Iowa air national guard, the active military forces  
34 of the United States, the army national guard of the United  
35 States, or the air national guard of the United States, or

1 enrolls in an accredited private institution as defined in  
2 section 261.9 or in an institution of higher learning governed  
3 by the state board of regents, the tax credit may be credited  
4 to the tax liability for an additional two years or until  
5 depleted, whichever is earlier. A tax credit shall not be  
6 carried back to a tax year prior to the tax year in which the  
7 taxpayer redeems the tax credit. A tax credit shall not be  
8 transferable to any other person.

9 Sec. \_\_\_\_\_. NEW SECTION. **422.11K High-demand occupation tax**  
10 **credit.**

11 The taxes imposed under this division, less the credits  
12 allowed under section 422.12, shall be reduced by a high-demand  
13 occupation tax credit allowed under section 260C.41.>

14 5. Page 2, after line 19 by inserting:

15 <Sec. \_\_\_\_\_. APPLICABILITY. The sections of this Act enacting  
16 sections 260C.41 and 422.11K apply to tax years beginning on or  
17 after January 1, 2019.>

18 6. Title page, line 1, after <to> by inserting  
19 <strengthening Iowa's workforce,>

20 7. Title page, line 2, after <partnerships> by inserting  
21 <, a tax credit for community college students pursuing a  
22 credential leading to a high-demand occupation,>

23 8. Title page, line 2, after <date> by inserting <and  
24 applicability>

25 9. By renumbering as necessary.

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