

House File 306

H-1002

1 Amend House File 306 as follows:

2 1. Page 1, after line 33 by inserting:

3 <Sec. _____. Section 257.8, Code 2019, is amended by adding
4 the following new subsection:

5 NEW SUBSECTION. 2A. *Complementary state aid — calculation*
6 *— fund.*

7 a. The complementary state aid fund is created in the state
8 treasury. The fund shall be separate from the general fund of
9 the state and the balance in the fund shall not be considered
10 part of the balance of the general fund of the state. The
11 moneys credited to the fund are not subject to section 8.33
12 and shall not be transferred, used, obligated, appropriated,
13 or otherwise encumbered except as provided in this section.
14 Notwithstanding section 12C.7, subsection 2, interest or
15 earnings on moneys deposited in the taxpayers trust fund shall
16 be credited to the fund.

17 b. For each fiscal year beginning on or after July 1,
18 2019, there is credited to the complementary state aid fund
19 from the general fund of the state an amount as calculated by
20 the department of revenue equal to the difference between the
21 actual net income tax revenues received from taxpayers subject
22 to section 422.4A during the fiscal year and the estimated net
23 income tax revenues the state would have received from those
24 taxpayers during the fiscal year had such taxpayers calculated
25 individual income tax liability under chapter 422, division II,
26 without regard to section 422.4A.

27 c. Moneys in the complementary state aid fund shall only be
28 used by the general assembly for purposes of funding increases
29 in the state percent of growth under subsection 1 and the
30 categorical state percent of growth under subsection 2.>

31 2. Page 3, after line 7 by inserting:

32 <Sec. _____. NEW SECTION. **422.4A Tax calculation for certain**
33 **high-income taxpayers.**

34 Notwithstanding any other provision of law to the contrary,
35 a taxpayer with an adjusted gross income of one million dollars

1 or more, as calculated for federal income tax purposes under
2 the Internal Revenue Code, shall calculate the tax imposed
3 under this division II pursuant to chapter 422, division II,
4 Code 2018.>

5 3. Page 3, after line 9 by inserting:

6 <Sec. ____ . RETROACTIVE APPLICABILITY. The following apply
7 retroactively to January 1, 2019, for tax years beginning on
8 or after that date:

9 1. The section of this Act enacting section 257.8,
10 subsection 2A.

11 2. The section of this Act enacting section 422.4A.>

12 4. Title page, by striking line 5 and inserting <payments,
13 establishing a complementary state aid fund, and including
14 effective date and retroactive applicability provisions.>

15 5. By renumbering as necessary.

R. SMITH of Black Hawk

HALL of Woodbury