

House Amendment to
Senate File 364

S-3046

1 Amend Senate File 364, as passed by the Senate, as follows:

2 1. Page 1, before line 1 by inserting:

3 <Section 1. Section 422.7, subsection 62, Code 2021, is
4 amended to read as follows:

5 62. a. Subtract, to the extent included, the amount of
6 any financial assistance qualifying COVID-19 grant provided to
7 an eligible small issued to an individual or business by the
8 economic development authority under the Iowa small business
9 relief grant program created during calendar year 2020 to
10 provide financial assistance to eligible small businesses
11 economically impacted by the COVID-19 pandemic, the Iowa
12 finance authority, or the department of agriculture and land
13 stewardship.

14 b. For purposes of this subsection, "qualifying COVID-19
15 grant" includes any grant identified by the department by rule
16 that was issued under a grant program administered by the
17 economic development authority, Iowa finance authority, or
18 the department of agriculture and land stewardship to provide
19 financial assistance to individuals and businesses economically
20 impacted by the COVID-19 pandemic.

21 c. The economic development authority, Iowa finance
22 authority, or the department of agriculture and land
23 stewardship shall notify the department of any COVID-19 grant
24 program that may qualify under this subsection in the manner
25 and form prescribed by the department.

26 d. This subsection is repealed January 1, 2024, and does not
27 apply to tax years beginning on or after that date.

28 Sec. ____ . Section 422.7, Code 2021, is amended by adding the
29 following new subsection:

30 NEW SUBSECTION. 63. a. Notwithstanding any other provision
31 of law to the contrary, subtract to the extent included
32 compensation or assistance received by the taxpayer authorized
33 pursuant to any of the following federal programs:

34 (1) Pandemic unemployment assistance, Coronavirus Aid,
35 Relief, and Economic Security Act, Pub. L. No. 116-136, §2102.

1 (2) Federal pandemic unemployment compensation, Coronavirus
2 Aid, Relief, and Economic Security Act, Pub. L. No. 116-36,
3 §2104(b)(1)(B).

4 (3) Pandemic emergency unemployment compensation,
5 Coronavirus Aid, Relief, and Economic Security Act, Pub. L. No.
6 116-136, §2107.

7 (4) Pandemic unemployment compensation related to
8 subparagraphs (1) and (3) approved by the memorandum
9 authorizing the other needs assistance program for major
10 disaster declarations related to the coronavirus disease 2019,
11 issued by the president of the United States on August 8, 2020.

12 (5) Extension of pandemic unemployment compensation under
13 subchapter 1 of the Consolidated Appropriations Act, 2021, Pub.
14 L. No. 116-260.

15 *b.* This subsection is repealed January 1, 2026.

16 Sec. _____. Section 422.35, subsection 30, Code 2021, is
17 amended to read as follows:

18 30. *a.* Subtract, to the extent included, the amount of
19 any financial assistance qualifying COVID-19 grant provided
20 to an eligible small issued to a business by the economic
21 development authority under the Iowa small business relief
22 grant program created during calendar year 2020 to provide
23 financial assistance to eligible small businesses economically
24 impacted by the COVID-19 pandemic, the Iowa finance authority,
25 or the department of agriculture and land stewardship.

26 *b.* For purposes of this subsection, "qualifying COVID-19
27 grant" includes any grant identified by the department by rule
28 that was issued under a grant program administered by the
29 economic development authority, Iowa finance authority, or
30 the department of agriculture and land stewardship to provide
31 financial assistance to businesses economically impacted by the
32 COVID-19 pandemic.

33 *c.* The economic development authority, Iowa finance
34 authority, or the department of agriculture and land
35 stewardship shall notify the department of any COVID-19 grant

1 program that may qualify under this subsection in the manner
2 and form prescribed by the department.

3 d. This subsection is repealed January 1, 2024, and does not
4 apply to tax years beginning on or after that date.>

5 2. Page 1, line 4, by striking <§278(a)> and inserting
6 <§278>

7 3. Page 1, after line 7 by inserting:

8 <Sec. _____. TAXPAYER RELIEF FUND — TRANSFERS.

9 1. There is transferred from the taxpayer relief fund
10 created in section 8.57E to the general fund of the state for
11 the following fiscal years, the following amounts:

12 FY 2020-2021:

13 \$ 90,300,000

14 FY 2021-2022:

15 \$ 12,800,000

16 2. Notwithstanding subsection 1, for the fiscal year
17 beginning July 1, 2021, and ending June 30, 2022, if the
18 balance of the taxpayer relief fund created in section 8.57E is
19 less than \$12,800,000, the amount transferred under subsection
20 1 for the fiscal year shall be the balance of the taxpayer
21 relief fund.

22 3. The transfers in this section are made for the purpose of
23 providing moneys to the general fund of the state for the tax
24 relief provided in this Act.>

25 4. Page 1, after line 9 by inserting:

26 <Sec. _____. RETROACTIVE APPLICABILITY. The following apply
27 retroactively to March 23, 2020, for tax years ending on or
28 after that date:

29 1. The section of this Act amending section 422.7,
30 subsection 62.

31 2. The section of this Act amending section 422.35.

32 Sec. _____. RETROACTIVE APPLICABILITY. The following applies
33 retroactively to January 1, 2020, for the tax year beginning on
34 or after that date but before January 1, 2021:

35 The section of this Act enacting section 422.7, subsection

1 63.>

2 5. Title page, by striking lines 1 through 3 and inserting
3 <An Act relating to pandemic relief by excluding certain
4 COVID-19 related grants from the individual and corporate
5 income taxes, allowing certain deductions relating to the
6 paycheck protection program loan forgiveness, excluding
7 certain pandemic unemployment compensation from the individual
8 income tax, making transfers from the taxpayer relief fund,
9 and including effective date and retroactive applicability
10 provisions.>

11 6. By renumbering as necessary.