



HOUSE FILE 2465

AN ACT

RELATING TO THE DETERMINATION OF THE HOLDING PERIOD FOR
PURPOSES OF CERTAIN CAPITAL GAINS UNDER THE INDIVIDUAL
INCOME TAX AND INCLUDING EFFECTIVE AND RETROACTIVE
APPLICABILITY DATE PROVISIONS.

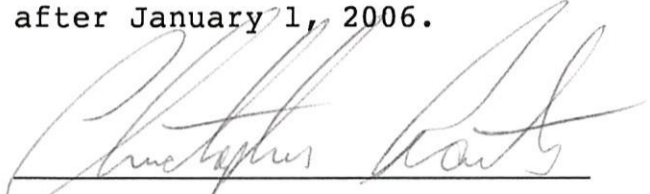
BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 422.7, subsection 21, Code Supplement
2005, is amended by adding the following new unnumbered
paragraph:

NEW UNNUMBERED PARAGRAPH. For purposes of this subsection,
the term "held" shall be determined with reference to the
holding period provisions of section 1223 of the Internal
Revenue Code and the federal regulations adopted pursuant
thereto.

Sec. 2. RETROACTIVE APPLICABILITY DATE PROVISIONS. This
Act, being deemed of immediate importance, takes effect upon
enactment and retroactively applies to all of the following:

1. Sales made on or after January 1, 2006.
2. Determining the holding period for sales made on or after January 1, 2006.
3. Tax years ending on or after January 1, 2006.




CHRISTOPHER C. RANTS
Speaker of the House



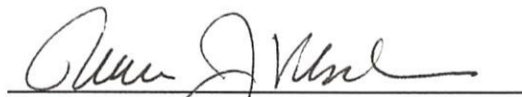
JOHN P. KIBBIE
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 2465, Eighty-first General Assembly.



MARGARET THOMSON
Chief Clerk of the House

Approved March 29, 2006



THOMAS J. VILSACK
Governor