

House File 2417 - Enrolled

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HOUSE FILE 2417

AN ACT

EXEMPTING CERTAIN FEDERAL TAX REBATES UNDER THE STATE INDIVIDUAL INCOME TAX AND INCLUDING A RETROACTIVE APPLICABILITY DATE PROVISION.

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

Section 1. Section 422.9, Code 2007, is amended by adding the following new subsection:

NEW SUBSECTION. 8. In determining the amount of deduction for federal income tax under subsection 1 or subsection 2, paragraph "b", for tax years beginning in the 2008 calendar year, the amount of the deduction for the tax year shall not be adjusted by the amount received during the tax year of the income tax rebate provided pursuant to the federal Recovery Rebates and Economic Stimulus for the American People Act of 2008, Pub. L. No. 110-185, and the amount of such income tax rebate shall not be subject to taxation under this division.

Sec. 2. VETERAN'S ELIGIBILITY. Notwithstanding any provision of or administrative rule adopted pursuant to chapter 35D, income tax rebates provided pursuant to the federal Recovery Rebates and Economic Stimulus for the American People Act of 2008, Pub. L. No. 110-185, shall not be considered for purposes of determining eligibility for admission to the Iowa veterans home and shall not be considered for determining whether a resident of the Iowa veterans home should contribute to the resident's own support.

Sec. 3. RETROACTIVE APPLICABILITY DATE. This Act applies retroactively to January 1, 2008, for tax years beginning on or after that date and before January 1, 2009.

PATRICK J. MURPHY
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 2417, Eighty-second General Assembly.

MARK BRANDSGARD
Chief Clerk of the House

Approved _____, 2008

CHESTER J. CULVER
Governor