



OFFICE OF THE GOVERNOR

CHESTER J. CULVER
GOVERNOR

PATTY JUDGE
LT. GOVERNOR

May 10, 2008

The Honorable Michael Mauro
Secretary of State
State Capitol Building
LOCAL

Dear Mr. Secretary:

I hereby transmit:

House File 2673, an Act relating to the inheritance tax on any interest in a qualified tuition plan.

The above House File is hereby approved this date.

Sincerely,

A handwritten signature in black ink, appearing to read "Chester J. Culver", with a long, sweeping flourish extending to the right.

Chester J. Culver
Governor

CJC:bdj

cc: Secretary of the Senate
Chief Clerk of the House





HOUSE FILE 2673

AN ACT

RELATING TO THE INHERITANCE TAX ON ANY INTEREST IN A QUALIFIED TUITION PLAN.

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


Section 1. Section 12D.9, Code 2007, is amended by adding the following new subsection:


NEW SUBSECTION. 3. State inheritance tax treatment of interests in Iowa educational savings plans shall be as provided in section 450.4, subsection 10. This subsection shall apply to all Iowa educational savings plans existing on or after July 1, 1998.

Sec. 2. Section 450.4, Code Supplement 2007, is amended by adding the following new subsection:


NEW SUBSECTION. 10. On the value of any interest in a qualified tuition plan, as defined in section 529 of the Internal Revenue Code, to the same extent to which the value is excluded from the decedent's gross estate for federal

estate tax purposes. This subsection shall apply to all qualified tuition plans that are in existence on or after July 1, 1998.

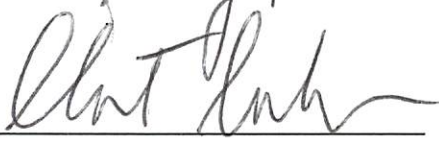

PATRICK J. MURPHY
Speaker of the House


JOHN P. KIBBIE
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 2673, Eighty-second General Assembly.


MARK BRANDSGARD
Chief Clerk of the House

Approved May 10th, 2008


CHESTER J. CULVER
Governor