



TERRY E. BRANSTAD  
GOVERNOR

OFFICE OF THE GOVERNOR

KIM REYNOLDS  
LT. GOVERNOR

March 5, 2015

The Honorable Paul Pate  
Secretary of State of Iowa  
State Capitol Building  
LOCAL

Dear Mr. Secretary:

I hereby transmit:

House File 166, an Act relating to the disabled veteran homestead tax credit by modifying eligibility criteria and including effective date and retroactive applicability provisions.

The above House File is hereby approved this date.

Sincerely,

A handwritten signature in black ink that reads "Terry E. Branstad".

Terry E. Branstad  
Governor

cc: Secretary of the Senate  
Clerk of the House



House File 166

AN ACT

RELATING TO THE DISABLED VETERAN HOMESTEAD TAX CREDIT BY  
MODIFYING ELIGIBILITY CRITERIA AND INCLUDING EFFECTIVE DATE  
AND RETROACTIVE APPLICABILITY PROVISIONS.

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

Section 1. Section 425.15, subsection 1, paragraphs b, c, and d, Code 2015, are amended to read as follows:

b. A veteran as defined in section 35.1 with a permanent service-connected disability rating of one hundred percent, as certified by the United States department of veterans affairs, or a permanent and total disability rating based on individual unemployability that is compensated at the one hundred percent disability rate, as certified by the United States department of veterans affairs.

c. A former member of the national guard of any state who otherwise meets the service requirements of section 35.1, subsection 2, paragraph "b", subparagraph (2) or (7), with a permanent service-connected disability rating of one hundred percent, as certified by the United States department of veterans affairs, or a permanent and total disability rating based on individual unemployability that is compensated at the one hundred percent disability rate, as certified by the United States department of veterans affairs.

d. An individual who is a surviving spouse or a child and who is receiving dependency and indemnity compensation pursuant to 38 U.S.C. §1301 et seq., as certified by the United States department of veterans affairs.

Sec. 2. Section 425.15, subsection 2, paragraph b, Code 2015, is amended to read as follows:

b. An individual described in subsection 1, paragraph "d",

is no longer eligible for the credit ~~if the individual marries~~  
~~or~~ upon termination of dependency and indemnity compensation  
under 38 U.S.C. §1301 et seq.

Sec. 3. Section 425.15, Code 2015, is amended by adding the  
following new subsection:

NEW SUBSECTION. 5. For purposes of this section, "*permanent  
and total disability rating based on individual unemployability*"  
means a condition under which a person has either a permanent  
service-connected disability rating of sixty percent or two or  
more permanent service-connected disability conditions in which  
one of the conditions has at least a forty percent rating and  
the combined rating for all the conditions is at least seventy  
percent, and the person has an administrative adjustment added  
to the service-connected disability rating, due to individual  
unemployability, such that the United States department of  
veterans affairs rates the veteran permanently and totally  
disabled for purposes of disability compensation.

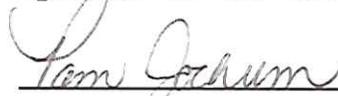
Sec. 4. EFFECTIVE UPON ENACTMENT. This Act, being deemed of  
immediate importance, takes effect upon enactment.

Sec. 5. RETROACTIVE APPLICABILITY. This Act applies  
retroactively to May 26, 2014, for applications for the  
homestead credit under chapter 425 filed on or after that date.



KRAIG PAULSEN

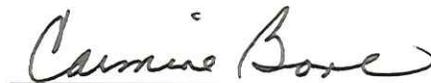
Speaker of the House



PAM JOCHUM

President of the Senate

I hereby certify that this bill originated in the House and  
is known as House File 166, Eighty-sixth General Assembly.



CARMINE BOAL

Chief Clerk of the House

Approved March 5, 2015



TERRY E. BRANSTAD

Governor