

May 12, 1965.

Senate File 583

Placed on Calendar.

By WAYS AND MEANS COMMITTEE.

Passed Senate, Date 5/20 *Special order of business for 5/20, 9am* Passed House, Date 5/27

Vote: Ayes 54 Nays 2 Vote: Ayes 96 Nays 20

Approved June 3, 1965

motion to reconsider tabled 5/20 *ways + means 5/24* *pass 5/25*

A BILL FOR

An Act to repeal the five (5) mills moneys and credits tax provided in section four hundred twenty-nine point two (429.2), Code 1962, as to individuals, estates and trusts and to increase the income tax rate on upper bracket incomes as a replacement and to provide for the return of the amount collected by such tax for allocation among the taxing districts as provided in section four hundred twenty-nine point three (429.3), Code 1962.

Special order for 5/27-7:30pm
Substituted for HF 692-57
motion to reconsider
tabled 5/27

Be It Enacted by the General Assembly of the State of Iowa:

- 1 Section 1. Section four hundred twenty-nine point two
- 2 (429.2), Code 1962, is hereby amended by adding thereto the
- 3 following:
- 4 "For the year 1966 and subsequent years, the property of
- 5 an individual, administrator, executor, guardian, conservator,
- 6 and trustee, including property held by an agent or nominee
- 7 thereof, described in and subjected to taxation at the rate
- 8 of five (5) mills by this section shall not be assessed and
- 9 no tax shall be levied or collected thereon from any individual
- 10 or any such fiduciary by reason of this section or section
- 11 four hundred twenty-nine point three (429.3) or subsections
- 12 four (4), five (5), seven (7) and eight (8) of section four hundred
- 13 twenty-seven point thirteen (427.13) of the code.
- 1 Sec. 2. Section four hundred twenty-eight point twenty-
- 2 three (428.23), Code 1962, is hereby amended by striking the
- 3 period (.) in line seven (7) thereof and adding thereto the
- 4 following:

5 "except that the tax imposed by section four hundred
6 twenty-nine point two (429.2), of the Code shall be applicable
7 thereto."

1 Sec. 3. Section four hundred twenty-two point five (422.5),
2 Code 1962, is hereby amended by inserting immediately
3 following subparagraph five (5) thereof, the following:

4 "6. In addition to the tax imposed in subparagraph five (5)
5 hereof, on all taxable income in excess of nine thousand dollars
6 (\$9,000.00), three-fourths per cent ($\frac{3}{4}\%$). This additional
7 tax shall be effective for all taxable years ending after January
8 1, 1965, except that for taxable years beginning before January
9 1, 1965, and ending thereafter, shall be collected on the basis
10 of the proportion which the number of months in any such
11 fiscal year, commencing with the month of January, 1965,
12 bears to the total year. This additional tax shall be in lieu of
13 all taxes imposed by section four hundred twenty-nine point two
14 (429.2) of the Code on the property therein described of individuals,
15 administrators, executors, guardians, conservators, trustees
16 or an agent or nominee thereof."

1 Sec. 4. Section four hundred twenty-two point twenty-one
2 (422.21), Code 1962, is hereby amended by adding to the first
3 paragraph thereof the following:

4 "Each return by a taxpayer upon whom a tax is imposed by
5 subparagraph six (6) of section four hundred twenty-two point
6 five (422.5) of the Code shall show the county of the residence
7 of the taxpayer."

1 Sec. 5. Section four hundred twenty-two point sixty-two
2 (422.62), Code 1962, is hereby amended by inserting after

3 the period (.) in line six (6) thereof, the following:

4 "The amount of the proceeds of the additional tax imposed
5 by subparagraph six (6) of section four hundred twenty-two
6 point five (422.5) of the Code shall be certified by the commission
7 to the treasurer of the state and the amount thereof withdrawn
8 and credited to a permanent fund hereby created in the office
9 of the treasurer to be known as the Moneys and Credits Tax
10 Replacement Fund."

1 Sec. 6. Section four hundred forty-four point three (444.3),
2 Code 1962, is hereby amended by inserting after the figures
3 "429.2" in line fifteen (15) thereof, the following:

4 "and for years commencing with the year 1966 from the
5 Moneys and Credits Tax Replacement Fund".

1 Sec. 7. Section four hundred forty-four point three (444.3),
2 Code 1962, is further hereby amended by adding thereto the
3 following:

4 "For years commencing with the year 1966, in computing
5 the amount to be derived from the Moneys and Credit Tax
6 Replacement Fund the county auditor shall use the amount of
7 the tax to be derived from the property described in and subject
8 to taxation under section four hundred twenty-nine point two
9 (429.2) of the Code owned or held by individuals, administrators,
10 executors, guardians, conservators, trustees or an agent or
11 nominee thereof which was used in computing the tax rate in
12 such district for the year 1965. If any taxing district or part
13 thereof shall have been merged or consolidated with another
14 district or shall cease to exist, the tax to be derived from the
15 Moneys and Credit Tax Replacement Fund for such taxing
16 district shall be allocated to or among the surviving or successor

17 districts by the county auditor.

18 The county auditor at the time of the delivery of the tax list
19 to the county treasurer shall furnish the county treasurer with
20 the amount of tax to be derived from the Moneys and Credits
21 Tax Replacement Fund used by the county auditor in determining
22 the tax rate in each taxing district in the county."

1 Sec. 8. Section four hundred forty-one point forty-five
2 (441.45), Code 1962, is hereby amended by inserting after
3 line twenty-two (22) thereof the following new subsection:

4 "5. The aggregate taxable value of the property described
5 in and subject to taxation under section four hundred twenty-nine
6 point two (429.2) of the Code owned or held by individuals,
7 administrators, executors, guardians, conservators, trustees
8 or an agent or nominee thereof which was assessed by any
9 such assessor for the year 1965."

1 Sec. 9. Chapter four hundred twenty-two (422), Code
2 1962, is hereby amended by adding thereto the following new
3 section:

4 "The commission shall determine the percentage which
5 the aggregate taxable value for the year 1965 of the property
6 described in and subject to taxation under section four hundred
7 twenty-nine point two (429.2) of the Code owned or held by
8 individuals, administrators, executors, guardians, conservators,
9 trustees or an agent or nominee thereof in each county bears
10 to the total aggregate taxable value of such property reported
11 from all of the counties in the state and shall certify the
12 percentage for each county to the state comptroller prior to
13 January 1, 1967. In January of 1967 and in January of each
14 succeeding year thereafter, the state comptroller shall apply

15 said percentage to the money which shall have accumulated
 16 in the Moneys and Credits Tax Replacement Fund prior to
 17 such January and thereby determine the amount thereof due
 18 to each county. The state comptroller shall draw warrants on
 19 the Moneys and Credits Tax Replacement Fund in such amounts
 20 payable to the county treasurer of each county and transmit
 21 them. The county treasurer shall apportion these amounts
 22 in the manner provided in section four hundred twenty-nine
 23 point three (429.3) of the Code in the proportions the Moneys
 24 and Credits Tax Replacement Fund has been allocated to
 25 each taxing district as shown by the information furnished
 26 to the county treasurer by the county auditor."

1 Sec. 10. Section four hundred twenty point two hundred
 2 four (420.204), Code 1962, is hereby amended by inserting
 3 after the comma (,) in line twenty-two (22) thereof, the following:
 4 "and such city's share of the Moneys and Credits Tax
 5 Replacement Fund."

1 Sec. 11. This Act being deemed of immediate importance
 2 shall be in full force and effect from and after its passage and
 3 publication in the, a newspaper
 4 published at, Iowa, and in the,
 5, a newspaper published at,
 6, Iowa.

SENATE FILE 583

1 Senate File 583 is hereby amended as follows:

2 1. Amend the title by striking all after the word "Act" in
3 line one (1) and inserting in lieu thereof the words "relating
4 to the moneys and credits tax and establishing a three (3) percent
5 surtax."

6 2. Amend by striking all after the enacting clause and insert-
7 ing in lieu thereof the following:

8 "Section 1. Section four hundred twenty-nine point two (429.2),
9 Code 1962, is hereby amended as follows:

10 1. By striking from line nineteen (19) the words 'five mills'
11 and inserting in lieu thereof the words 'one (1) mill'.

12 2. By adding the following thereto:

13 "The millage tax provided for in this section shall be and is
14 the same as provided for in section thirty-five B point eleven
15 (35B.11) of the Code and shall not be levied in addition thereto.

16 The millage rate shall be remitted to the treasurer of state and
17 applied to the payment of principal and interest of the Korean
18 War Veterans' bonus bonds.'

19 "Sec. 2. Section four hundred twenty-nine point three (429.3),
20 Code 1962, is hereby amended by striking all of lines one (1) and
21 two (2) and the words 'and credits and' from line three (3) and
22 inserting in lieu thereof the following:

23 "The taxes imposed by sections four hundred thirty point seven
24 (430.7), four hundred thirty-one point thirteen (431.13), four
25 hundred thirty-two point eight (432.8), and five hundred thirty-
26 three point two (533.22) shall be five (5) mills on the
27 dollar in addition to any other tax on moneys and credits provided
28 by law and those taxes, together with the taxes imposed by sec-
29 tions four hundred thirty A point three (430A.3), four hundred
30 thirty-one point one (431.1), four hundred thirty-one point ten
31 (431.10), and four hundred thirty-two point five (432.5) of the
32 Code'.

33 "Sec. 3. Section four hundred thirty-one point one (431.1),
34 Code 1962, is hereby amended by inserting in line eight (8) after
35 the word 'transacted.' the following sentence:

36 'Such moneys and credits shall be taxed at a rate of five (5)
37 mills in addition to any other tax on moneys and credits provided
38 by law, and the proceeds thereof distributed to taxing districts
39 as provided in section four hundred twenty-nine point three (429.3)
40 of the Code.'

41 "Sec. 4. Chapter four hundred twenty-two (422), Code 1962, is
42 hereby amended by adding the following new section to Division II
43 thereof:

44 "Every individual taxpayer subject to filing an Iowa income
45 tax return shall make a separate accounting, on his tax return,
46 of interest and dividends received during the tax year and forward
47 to the tax commission, as a surtax, three (3) percent of the amount
48 thereof. The provisions of this section shall not be applicable
49 to the first two hundred (200) dollars of such interest and dividends
50 for every individual taxpayer, interest and dividends received on
51 United States government securities, interest and dividends received
52 on bonds or certificates issued by any municipality, school dis-
53 trict, drainage or levee district, river-front improvement commis-
54 sion or county within the state of Iowa, and interest and divi-
55 dends received on any moneyed capital subject to moneys and credits
56 taxation prescribed in sections two (2) and three (3) of this Act.
57 The amount of said surtax shall be paid at the same time and in
58 the same manner as income taxes due on the tax return. The total
59 amount of all surtaxes collected hereunder shall be returned to
60 the county of origin as indicated by the mailing address of the
61 taxpayer. Surtaxes paid by nonresidents shall be credited to the
62 state general fund.

63 "The state tax commission shall make a separate account of the
64 amount of said surtax received from each county and on the first
65 day of each calendar quarter certify to the state treasurer and
66 state comptroller the amounts determined as due each county and
67 the comptroller shall thereupon draw warrants for the said amounts
68 and transmit same to the various county auditors for deposit with

69 the county treasurers. Each county auditor shall apportion said

70 funds in the same manner as receipts from moneys and credits are
71 apportioned as provided in section four hundred twenty-nine point
72 three (429.3) of the Code.
73 "Sec. 5. If any provisions of this Act or the application of
74 such provision to any person or circumstance shall be held invalid,
75 the remainder of this Act or the application of such provision to
76 persons or circumstances other than those to which it is held in-
77 valid shall not be affected thereby."

Filed *2007/5/20 (18-38)*
May 14, 1965.

By STEPHENS.

SENATE FILE 583

1 Amend Senate File 583 as follows:

2 1. Amend Senate File 583 by adding the following sections.

3 Section 1. A tax credit shall be given in full on the taxes of
4 the first ten thousand dollars (\$10,000) of each taxpayer's assessed
5 valuation of personal property designated in the Code of Iowa.

6 Sec. 2. An annual tax shall be levied on the personal property
7 as designated in the Code, owned by any taxpayer, but such tax
8 shall be demanded only of that portion of the personal property in
9 excess of ten thousand (10,000) dollars assessed valuation.

10 Sec. 3. There shall be levied and collected an annual county tax
11 based on adjusted gross income as shown on the state income tax
12 return. Such tax shall be determined as follows:

13 1. If the state income tax return shows an adjusted gross income of
14 over one thousand (1,000) dollars but not over two thousand (2,000)
15 dollars the tax shall be ten (10) dollars.

16 2. If the state income tax return shows an adjusted gross income
17 of over two thousand (2,000) dollars but not over three thousand
18 (3,000) dollars the tax shall be twenty (20) dollars.

19 3. If the state income tax return shows an adjusted gross income
20 of over three thousand (3,000) dollars but not over four thousand
(4,000)

21 dollars the tax shall be forty (40) dollars.

22 4. If the state income tax return shows an adjusted gross income
23 of over four thousand (4,000) dollars but not over five thousand
24 (5,000) dollars the tax shall be fifty (50) dollars.

25 5. If the state income tax return shows an adjusted gross income
26 of over five thousand (5,000) dollars but not over six thousand
27 (6,000) dollars the tax shall be sixty dollars.

28 6. If the state income tax return shows an adjusted gross income
29 of over six thousand (6,000) dollars but not over seven thousand
30 (7,000) dollars the tax shall be seventy-five (75) dollars.

31 7. If the state income tax return shows an adjusted gross income
32 of over seven thousand (7,000) dollars but not over eight thousand
33 (8,000) dollars the tax shall be one hundred (100) dollars.

34 8. If the state income tax return shows an adjusted gross income
35 of over eight thousand (8,000) dollars but not over nine thousand
36 (9,000) dollars the tax shall be one hundred twenty-five (125) dollars.

37 9. If the state income tax return shows an adjusted gross income
38 of over nine thousand (9,000) dollars but not over ten thousand
39 (10,000) dollars the tax shall be one hundred fifty (150) dollars.

40 10. If the state income tax return shows an adjusted gross income
41 of over ten thousand (10,000) dollars but not over eleven thousand
42 (11,000) dollars the tax shall be one hundred seventy-five (175) dollars.

43 11. If the state income tax return shows an adjusted gross income
44 of over eleven thousand (11,000) dollars but not over twelve thou-
45 sand (12,000) dollars the tax shall be two hundred (200) dollars.

46 12. If the state income tax return shows an adjusted gross income
47 of over twelve thousand (12,000) dollars but not over thirteen thou-
48 sand (13,000) dollars the tax shall be two hundred twenty-five (225)

49 dollars.

50 13. If the state income tax return shows an adjusted gross income
51 of over thirteen thousand (13,000) dollars but not over fourteen
52 thousand (14,000) dollars the tax shall be two hundred fifty (250)
53 dollars.

1 Amend Senate File 583 by striking all after the enacting clause
2 and inserting in lieu thereof the following:

3 Section 1. Section four hundred twenty-nine point two (429.2),
4 Code 1962, is hereby amended as follows:

5 1. By striking from line nineteen (19) the words "five mills"
6 and inserting in lieu thereof the words "one (1) mill".

7 2. By adding the following thereto:

8 "The millage tax of one (1) mill imposed in this section shall
9 be and is the same as imposed in section thirty-five B point
10 eleven (35B.11) of the Code and shall not be levied in addition
11 thereto. The tax collected shall be remitted to the treasurer of
12 state and applied to the payment of principal and interest of the
13 bonds provided for in chapter thirty-five B (35B) of the Code.
14 The one (1) mill moneys and credits tax herein provided shall not
15 be levied by the county board of supervisors after the payment in
16 full of the bonds provided for in chapter thirty-five B (35B) of
17 the Code."

18 Sec. 2. Section four hundred twenty-nine point three (429.3),
19 Code 1962, is hereby amended by striking all of lines one (1) and
20 two (2) and the words "and credits and" from lines three (3) and
21 inserting in lieu thereof the following:

22 "The tax imposed by sections four hundred thirty point seven
23 (430.7), four hundred thirty A point three (430A.3), four hundred
24 thirty A point seven (430A.7), four hundred thirty-one point ten
25 (431.10), four hundred thirty-one point thirteen (431.13), four
26 hundred thirty-two point five (432.5), four hundred thirty-two
27 point eight (432.8), and five hundred thirty-three point twenty-
28 two (533.22) of the Code".

29 Sec. 3. Section four hundred thirty point seven (430.7), Code
30 1962, is hereby amended by inserting in line ten (10) after the
31 word "credits" the words "at five (5) mills on the dollar in
32 addition to any other tax on moneys and credits provided by law".

33 Sec. 4. Section four hundred thirty A point seven (430A.7),
34 Code 1962, is hereby amended as follows:

35 1. By inserting in line four (4) after the word "hereof" the
36 words "shall be assessed and taxed in the manner prescribed in
37 sections four hundred thirty-one point one (431.1) to four hundred
38 thirty-one point five (431.5), inclusive, of the Code, except such
39 corporations".

40 2. By adding thereto the following:

41 "Any corporation required or electing to be assessed and taxed
42 under this section in the manner prescribed in sections four
43 hundred thirty-one point one (431.1) to four hundred thirty-one
44 point five (431.5), inclusive, of the Code, shall be taxed at the
45 rate of five (5) mills on the dollar of actual valuation, such tax
46 to be considered a tax upon moneys and credits of such corporations,
47 to be apportioned as prescribed by law, and to be in addition to
48 any other tax on moneys and credits provided by law."

49 Sec. 5. Section four hundred thirty-one point one (431.1),
50 Code 1962, is hereby amended by inserting in line seven (7) after
51 the word "credits" the words "as prescribed in section four hun-
52 dred twenty-nine point two (429.2) of the Code".

53 Sec. 6. Section four hundred thirty-two point five (432.5),
54 Code 1962, is hereby amended by inserting in line four (4) after
55 the word "taxation" the words "as moneys and credits and shall
56 be taxed at five (5) mills on the dollar of actual valuation, in
57 addition to any other tax on moneys and credits provided by law.
58 The assessment for taxation shall be".

59 Sec. 7. Section four hundred thirty-two point eight (432.8),
60 Code 1962, is hereby amended by adding thereto the following sen-
61 tence:

62 "Moneys and credits shall be taxed at five (5) mills on the
63 dollar of actual valuation in addition to any other tax on moneys
64 and credits provided by law."

65 Sec. 8. Section five hundred thirty-three point twenty-two
66 (533.22), Code 1962, is hereby amended by adding in line four (4)
67 after the word "credits," the following sentence:

68 "Moneys and credits shall be taxed at five (5) mills on the
69 dollar of actual valuation in addition to any other tax on moneys
70 and credits provided by law."

71 Sec. 9. Chapter four hundred twenty-two (422), Code 1962, is
72 hereby amended by adding thereto the following new division:

73 1. "A five (5) percent surtax is hereby imposed on all income
74 received from interest and dividends on and after January 1, 1966
75 by persons of the state. Organizations and corporations exempt
76 from paying the business tax on corporations under section four
77 hundred twenty-two point thirty-four (422.34) of the Code shall
78 also be exempt from paying the five (5) percent surtax, except the
79 exemption shall not apply to those institutions required to pay
80 the surtax under section four hundred twenty-seven point one
81 (427.1), subsection eleven (11), of the Code. For the purpose of
82 this division, the term 'person' includes any resident of the
83 state, fiduciary, partnership, association, corporation, and any
84 other group acting as a unit organized under the laws of this state
85 or whose principal place of business is located within this state.
86 The words, terms, and phrases defined in subsections four (4),
87 five (5), six (6), seven (7), and eight (8) of section four hun-
88 dred twenty-two point four (422.4), division two (II), of the Code
89 shall have the meanings ascribed to them in said sections except
90 where the context clearly indicates a different meaning."

91 2. "All interest and dividends received by any person within
92 a tax year shall be subject to the five (5) percent surtax, except
93 that the first two hundred (200) dollars received during the tax
94 year by every individual taxpayer shall be exempt from the surtax.
95 No deduction other than the two hundred (200) dollar exemption
96 shall be allowed in computing the amount of surtax due.

97 "The surtax shall not be applicable to interest and dividends
98 received on those United States government securities which are
99 deducted in computing net income under section four hundred twenty-
100 two point seven (422.7) of the Code."

101 3. "Every person who receives an income from interest and
102 dividends on and after January 1, 1966 subject to the payment of
103 the surtax shall file a surtax return and shall forward the amount
104 of surtax due, if any, to the state tax commission. The surtax
105 shall be paid at the same time and in the same manner as personal
106 and corporate income taxes due on the tax return. The filing
107 shall be made on the personal or corporate income tax form made
108 available by the state tax commission and may be filed on the

109 same tax form filed by the taxpayer if the taxpayer is required
110 to make a personal or corporate income tax filing. The taxpayer
111 shall make a separate itemized accounting of all stocks, bonds,
112 certificates, notes, securities, debentures, deposits, and other
113 moneyed capital not exempt under the provisions of this division
114 and the market or real value of all such moneyed capital as of
115 January 1 of the year in which the tax return is filed. In list-
116 ing the value of all moneyed capital, the taxpayer shall list the
117 market value of the capital. If there is no market value, the
118 actual value of the moneyed capital shall be listed. The state
119 tax commission shall make a separate list of the total amount of
120 tax collected from each city and town in each county and the total
121 amount of tax collected in all remaining taxing districts outside
122 of cities and towns in each county. Receipts from the surtax
123 shall be returned to the county from which paid and shall be ap-
124 portioned as prescribed in section four hundred twenty-nine point
125 three (429.3) of the Code."

126 4. "In the year 1967, the state tax commission shall estimate
127 prior to April 15 and October 15 the amounts of revenue collected
128 from the surtax during such year from each county of the state
129 and shall certify said amounts to the state comptroller. In no
130 event shall the estimate for a county exceed one-half ($\frac{1}{2}$) the
131 total amount of revenue from the levy on moneys and credits dis-
132 tributed to taxing districts by the county treasurer in 1966.
133 The state comptroller shall after each certification draw warrants
134 upon the general fund of the state payable to the county treasurer
135 in each county in the amounts certified for the county. On Decem-
136 ber 31, 1967, the state tax commission shall determine the balance
137 due each county and shall certify such balances to the state comp-
138 troller. The comptroller shall draw warrants upon the general
139 fund payable to the county treasurers for the balances so certified.
140 At the time of each certification to the comptroller, the tax
141 commission shall forward a duplicate of the certification for the
142 county to the county treasurer which shall also include the total
143 amount of revenue collected from the surtax, or the estimate
144 thereof, from each city or town within the county and the total
145 amount collected from all remaining taxing districts outside cities
146 and towns within the county."

147 5. "In the year 1968 and each year thereafter, the state tax
148 commission prior to April 15 and October 15 shall estimate the
149 amount of revenue collected from the surtax during such year from
150 each county of the state. On April 15, the tax commission shall
151 certify to the comptroller an amount equal to forty (40) percent
152 of the total amount collected from the surtax during the previous
153 year from each county, or the amount actually collected to date
154 from the county of the year of collection but not to exceed forty
155 (40) percent of the previous year's collections in the county.
156 On October 15 of each year, the state tax commission shall esti-
157 mate total surtax collections to date and shall certify for each
158 county to the state comptroller the difference between the amount
159 of the April certification and eighty (80) percent of total revenue
160 collected from the surtax in the previous tax year, or so much
161 thereof as has been collected to date during the current year
162 from the county but the total of the April and October payments
163 for the year shall not exceed eighty (80) percent of the previous
164 year's collections in the county. Such amounts shall be paid to
165 the treasurer of each county from which collected. On December 31
166 of each year, the state tax commission shall ascertain the actual
167 amounts collected in each county from the surtax during the year,
168 and compute the difference between the amounts certified and paid
169 and the actual amounts collected. If the amounts collected from
170 the surtax in each county exceed the amounts certified by the
171 state tax commission and paid by the state comptroller, the dif-
172 ference shall be forwarded to the respective counties immediately
173 thereafter. All certifications by the tax commission and all
174 payments by the state comptroller shall be made in the manner pre-
175 scribed in subsection four (4) of this section."
176 Sec. 10. Section four hundred twenty-two point one (422.1),
177 Code 1962, is hereby amended by adding a reference to the division
178 created by this Act which shall be designated as follows:
179 "Dividends and interest surtax."
180 Sec. 11. Section three hundred ninety-five point twenty-two
181 (395.22), Code 1962, is hereby amended by inserting in line nine-
182 teen (19) before the word "and" the words "and all moneyed capi-
183 tal subject to the surtax provided for in section nine (9) of
184 this Act".
185 Sec. 12. Section four hundred twenty point two hundred four
186 (420.204), Code 1962, is amended as follows:
187 1. By inserting in line two (2) after the word "except" the
188 words "moneyed capital subject to the surtax provided for in
189 section nine (9) of this Act and".
190 2. By striking from line twenty-one (21) the word "five-mill".
191 3. By adding thereto the following sentence:
192 "The provisions relating to the distribution of funds shall
193 not apply to the distribution of a city's share of the surtax
194 provided for in section nine (9) of this Act."
195 Sec. 13. Section four hundred twenty-seven point one (427.1),
196 Code 1962, as amended by chapters two hundred sixty-eight (268)
197 and two hundred sixty-nine (269), Acts of the Sixtieth General
198 Assembly, is hereby amended as follows:
199 1. By adding to subsection five (5) of such section the
200 following:
201 "Interest and dividends from such bonds or certificates shall
202 not be exempt from the surtax provided for in section nine (9) of
203 this Act unless such exemption is otherwise provided by law."
204 2. By adding to subsection eleven (11) of such section the
205 following:
206 "Interest and dividends from moneyed capital owned by any
207 educational institution shall not be exempt from the surtax pro-
208 vided for in section nine (9) of this Act."
209 3. By adding to subsection twenty (20) of such section the
210 following:
211 "Interest and dividends from such stock shall not be exempt
212 from the surtax provided for in section nine (9) of this Act
213 unless such exemption is otherwise provided by law."
214 Sec. 14. Section four hundred twenty-eight point three (428.3),
215 Code 1962, is hereby amended by inserting in line five (5) after
216 the word "property" the words "subject to a property or moneys
217 and credits tax".
218 Sec. 15. Section four hundred twenty-eight point eight (428.8),

219 Code 1962, is hereby amended by inserting in line three (3) after
220 the word "stocks" the words "subject to the moneys and credits
221 tax".
222 Sec. 16. Section four hundred twenty-eight point eleven
223 (428.11), Code 1962, is hereby amended by inserting in line four
224 (4) after the word "credits" the words "subject to a property or
225 moneys and credits tax".
226 Sec. 17. Section four hundred twenty-eight point twenty-three
227 (428.23), Code 1962, is hereby amended by inserting in line six
228 (6) after the word "credits" the words "subject to the moneys and
229 credits tax".
230 Sec. 18. Section four hundred thirty-three point one (433.1),
231 Code 1962, is hereby amended by striking subsections eight (8),
232 nine (9), and ten (10) of such section.
233 Sec. 19. Section four hundred thirty-three point four (433.4),
234 Code 1962, is hereby amended by inserting in line twenty-four (24)
235 before the semicolon the following:
236 "except moneyed capital subject to the surtax provided for in
237 section nine (9) of this Act".
238 Sec. 20. Section four hundred thirty-six point eleven (436.11),
239 Code 1962, is hereby amended by inserting in line nineteen (19)
240 after the word "taxed" the words "except capital stock shall be
241 subject to the surtax provided for in section nine (9) of this
242 Act".
243 Sec. 21. Section four hundred forty-four point two (444.2),
244 Code 1962, is hereby amended by inserting in line thirteen (13)
245 after the number "429.2" the words "nor including moneyed capital
246 subject to the surtax provided for in section nine (9) of this
247 Act".
248 Sec. 22. Section four hundred forty-four point three (444.3),
249 Code 1962, is hereby amended by inserting in line fifteen (15)
250 after the number "429.2" the words "and any moneyed capital derived
251 from the surtax provided in section nine (9) of this Act".
252 Sec. 23. Section four hundred forty-four point five (444.5),
253 Code 1962, is hereby amended by inserting in line six (6) after
254 the number "429.2" the words "or its due proportion of surtax
255 provided for in section nine (9) of this Act".

Filed *lost 5/27*
May 27, 1965.

REDFERN of Lee.

SENATE FILE 583

- 1 Amend Senate File 583 by inserting in line 23 of section eight
- 2 (8) after the word "auditor" the words "except that the tax derived
- 3 from the moneys and credits tax replacement fund on properties
- 4 secured by deed, title bond, mortgage or otherwise shall be
- 5 allocated to the county wherein the property is located."

Filed and lost
May 27, 1965.

ANDERSON of Ringgold-Taylor.