

Ways and Means 5/5, Pass 4/18

SENATE FILE 1196

FILED FEB 27 1974

By COMMITTEE ON WAYS AND MEANS

Senate File 1196
Stanley, Chairman
Bittle
Kreamer
McCormick
Norland

Passed Senate, Date 2-27-74 (574) Passed House, Date 4-19-74 (1914)

Vote: Ayes 49 Nays 0 Vote: Ayes 81 Nays 0

Approved May 2, 1974

A BILL FOR

1 An Act relating to references to the Internal Revenue Code in
2 the computation of individual and corporate income tax and
3 the franchise tax.

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

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1 Section 1. Section four hundred twenty-two point four
2 (422.4), subsection seventeen (17), Code 1973, is amended to
3 read as follows:

4 17. "Internal Revenue Code of 1954" means the Internal
5 Revenue Code of 1954, as amended to and including January 1,
6 ~~1972~~ 1974.

7 Sec. 2. Section four hundred twenty-two point thirty-two
8 (422.32), subsection four (4), Code 1973, is amended to read
9 as follows:

10 4. "Internal Revenue Code of 1954" means the Internal
11 Revenue Code of 1954, as amended to and including January 1,
12 ~~1972~~ 1974.

13 Sec. 3. Section four hundred twenty-two point sixty-one
14 (422.61), subsection four (4), Code 1973, is amended to read
15 as follows:

16 4. "Net income" means the net income of the financial institu-
17 tion computed in accordance with section 422.35, with the excep-
18 tion that interest and dividends from federal securities shall
19 not be subtracted and interest and dividends from evidences
20 of indebtedness and securities of this state and its political
21 subdivisions, exempt from federal income tax under the Internal
22 Revenue Code of 1954 as amended to and including January 1, ~~1972~~
23 1974, shall not be added.

24 EXPLANATION

25 This bill changes the references to the Internal Revenue Code
26 in the tax chapter, to include amendments to January 1, 1974 to
27 incorporate the 1973 changes in the Internal Revenue Code.

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