

JAN 27 1977

By MILLER of Buchanan

Ways and Means - *See page 315 (524)*  
*See " " " 4/14 " " 4/1 (528) Do page (p. 352)*

HOUSE FILE 68  
Ways and Means  
Van Gilt, Chairperson  
Hultman  
Jenkins

Passed House, Date 4-7-77 (p. 1292) Passed Senate, Date 4-13-78 (p. 861)  
Vote: Ayes 87 Nays 1 Vote: Ayes 41 Nays 0  
Approved May 5, 1977

# A BILL FOR

1 An Act relating to the time period in which the director of  
2 revenue may extend the payment of inheritance taxes for  
3 hardship cases.  
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:  
5

## FISCAL NOTE HOUSE FILE 68

Date Prepared February 25, 1977

Requested by Representative K. Miller

Prepared in regard to H.F. 68, An Act relating to the time period in which the director of revenue may extend the payment of inheritance taxes for hardship cases. Following is the fiscal effect in dollars of the legislative proposal as required by Joint Rule 16:

H.F. 68 would provide that effective January 1, 1978, the director of revenue would have the power to extend the period in which inheritance taxes must be paid up to ten years from the date of the death of the decedent.

Currently, the director of revenue has the power to extend this period up to three years from the date of death. The effect of this proposal could be to decrease the amount of inheritance taxes received in any one fiscal year. However, it is not possible to complete an estimate of the annual effect of this proposal due to the lack of information concerning the number of estates which would apply for such an extension, the amount of tax owed by such estates, and the length of time for which payment of the taxes would be deferred.

Source: Department of Revenue  
FILED GERRY D. RANKIN  
MARCH 16, 1977 LEGISLATIVE FISCAL BUREAU

1 Section 1. Section four hundred fifty point six (450.6),  
2 Code 1977, is amended to read as follows:

3 450.6 ACCRUAL OF TAX--MATURITY--EXTENSION OF TIME. The  
4 tax hereby imposed shall be for the use of the state, shall  
5 accrue at the death of the decedent owner, and shall be paid  
6 to the department of revenue within twelve months after the  
7 death of the decedent owner except when otherwise provided  
8 in this chapter. When in the opinion of the director of  
9 revenue additional time should be granted for payment to avoid  
10 hardship, the director may extend the period to a date not  
11 exceeding ~~three~~ ten years from the date of death of the  
12 decedent~~7~~. ~~but-in~~ In the case of any such extension the tax  
13 shall bear six percent interest from the expiration of twelve  
14 months from the date of the decedent's death.

15 Sec. 2. This Act is effective January 1, 1978.

16 EXPLANATION

17 This bill increases the time period in which the director  
18 of revenue may extend the payment of inheritance taxes for  
19 hardship cases from three years to ten years.

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FISCAL NOTE  
HOUSE FILE 68

Date Prepared February 25, 1977

Requested by Representative Kenneth Miller

Prepared in regard to H.F. 68, An Act relating to the time period in which the director of revenue may extend the payment of inheritance taxes for hardship cases. Following is the fiscal effect in dollars of the legislative proposal as required by Joint Rule 16:

H.F. 68 would provide that effective January 1, 1978, the director of revenue would have the power to extend the period in which inheritance taxes must be paid up to ten years from the date of the death of the decedent.

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Source: Department of Revenue

FILED

FEBRUARY 28, 1977

GERRY D. RANKIN

LEGISLATIVE FISCAL BUREAU

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Sec. 2. This Act is effective January 1, 1978.

HOUSE FILE 68

AN ACT

RELATING TO THE TIME PERIOD IN WHICH THE DIRECTOR OF REVENUE  
MAY EXTEND THE PAYMENT OF INHERITANCE TAXES FOR HARDSHIP  
CASES.

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

Section 1. Section four hundred fifty point six (450.6),  
Code 1977, is amended to read as follows:

450.6 ACCRUAL OF TAX--MATURITY--EXTENSION OF TIME. The  
tax hereby imposed shall be for the use of the state, shall  
accrue at the death of the decedent owner, and shall be paid  
to the department of revenue within twelve months after the  
death of the decedent owner except when otherwise provided  
in this chapter. When in the opinion of the director of  
revenue additional time should be granted for payment to avoid  
hardship, the director may extend the period to a date not  
exceeding three ten years from the date of death of the  
decedent, ~~but-in~~ In the case of any such extension the tax  
shall bear six percent interest from the expiration of twelve  
months from the date of the decedent's death.

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DALE M. COCHRAN  
Speaker of the House

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ARTHUR A. NEU  
President of the Senate

I hereby certify that this bill originated in the House and  
is known as House File 68, Sixty-seventh General Assembly.

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DAVID L. WRAY  
Chief Clerk of the House

Approved May 5, 1978

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ROBERT D. RAY  
Governor