

S-4/18/95 W. & M.
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HOUSE FILE 559

WAYS & MEANS CALENDAR

BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO HF 223)

Passed House, Date 4-17-95 (P.1606) Passed Senate, Date 4/25/95 (P.1390)
Vote: Ayes 97 Nays 0 Vote: Ayes 41 Nays 4
Approved May 4, 1995

A BILL FOR

1 An Act defining multiple housing cooperatives and certain other
2 property of nonprofit organizations as residential property
3 for purposes of assessing the value of the property for
4 taxation purposes, and providing for the Act's retroactive
5 applicability.

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

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HF 559

1 Section 1. Section 441.21, Code 1995, is amended by adding
2 the following new subsection:

3 NEW SUBSECTION. 12. Beginning with valuations established
4 on or after January 1, 1995, as used in this section,
5 "residential property" includes all land and buildings of
6 multiple housing cooperatives organized under chapter 499A and
7 includes land and buildings used primarily for human
8 habitation which land and buildings are owned and operated by
9 organizations that have received tax-exempt status under
10 section 501(c)(3) of the Internal Revenue Code and rental
11 income from the property is not taxed as unrelated business
12 income under section 422.33, subsection 1A.

13 Sec. 2. RETROACTIVE APPLICABILITY. This Act applies
14 retroactively to January 1, 1995, for assessment years
15 beginning on or after that date.

16 EXPLANATION

17 This bill provides that land and buildings owned by
18 multiple housing cooperatives and land and buildings used for
19 human habitation and owned and operated by certain Internal
20 Revenue Code section 501(c)(3) organizations are considered
21 residential property for the purpose of assessing the
22 property's actual value for purposes of taxation. The bill is
23 made retroactively applicable to January 1, 1995, for
24 valuations established on or after that date.

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Sec. 2. RETROACTIVE APPLICABILITY. This Act applies retroactively to January 1, 1995, for assessment years beginning on or after that date.

HOUSE FILE 559

AN ACT

DEFINING MULTIPLE HOUSING COOPERATIVES AND CERTAIN OTHER PROPERTY OF NONPROFIT ORGANIZATIONS AS RESIDENTIAL PROPERTY FOR PURPOSES OF ASSESSING THE VALUE OF THE PROPERTY FOR TAXATION PURPOSES, AND PROVIDING FOR THE ACT'S RETROACTIVE APPLICABILITY.

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

Section 1. Section 441.21, Code 1995, is amended by adding the following new subsection:

NEW SUBSECTION. 12. Beginning with valuations established on or after January 1, 1995, as used in this section, "residential property" includes all land and buildings of multiple housing cooperatives organized under chapter 499A and includes land and buildings used primarily for human habitation which land and buildings are owned and operated by organizations that have received tax-exempt status under section 501(c)(3) of the Internal Revenue Code and rental income from the property is not taxed as unrelated business income under section 422.33, subsection 1A.

RON J. CORBETT
Speaker of the House

LEONARD L. BOSWELL
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 559, Seventy-sixth General Assembly.

ELIZABETH ISAACSON
Chief Clerk of the House

Approved  , 1995

TERRY E. BRANSTAD
Governor