

FEB 5 1997  
WAYS AND MEANS

WITHDRAWN

1/22/98  
(p.68)

HOUSE FILE 157  
BY VAN FOSSEN

Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

A BILL FOR

1 An Act relating to certain machinery, equipment, and computers  
2 for purposes of property taxation and providing a retroactive  
3 applicability date.

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

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WITHDRAWN

HF 157

1 Section 1. Section 427B.17, subsection 1, Code 1997, is  
2 amended by striking the subsection and inserting in lieu  
3 thereof the following:

4 1. For property defined in section 427A.1, subsection 1,  
5 paragraphs "e" and "j", the taxpayer's valuation shall be  
6 limited to thirty percent of the net acquisition cost of the  
7 property, except as otherwise provided in subsections 2 and 3.  
8 For purposes of this section, "net acquisition cost" means the  
9 acquired cost of the property including all foundations and  
10 installation cost less any excess cost adjustment.

11 Sec. 2. This Act applies retroactively to the assessment  
12 year beginning January 1, 1997, for taxes due and payable in  
13 the fiscal year beginning July 1, 1998.

14 EXPLANATION

15 This bill provides that industrial machinery, equipment,  
16 and computers acquired or initially leased before January 1,  
17 1982, shall be assessed for taxation at 30 percent of net  
18 acquisition cost and shall be subject to the same exemption  
19 phaseout schedule as is currently provided by law for such  
20 property acquired or initially leased on or after January 1,  
21 1982. According to the phaseout schedule, applicable  
22 machinery, equipment, and computers will be totally exempt  
23 from taxation beginning with the 2002 assessment year.

24 The bill applies retroactively to January 1, 1997, for  
25 assessment years beginning on or after that date.

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