

2-3/1/97 Ways + Means
5-4/1/97 Do Pass

FEB 26 1997

WAYS & MEANS CALENDAR

HOUSE FILE

354

BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO HF 117)

Passed House, Date 3-11-97 (P.570) Passed Senate, Date 4-9-97 (P.1075)
Vote: Ayes 97 Nays 2 Vote: Ayes 41 Nays 0
Approved April 18, 1997

A BILL FOR

1 An Act relating to activities of a foreign corporation which do
2 not constitute doing business in or deriving income from the
3 state for state tax purposes and including effective and
4 retroactive applicability date provisions.

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

HOUSE FILE 354

H-1158

- 1 Amend House File 354 as follows:
- 2 1. Page 1, line 3, by inserting after the word
- 3 "employees" the following: "who reside in Iowa".
- 4 2. Page 1, line 4, by inserting after the word
- 5 "employees" the following: "who reside in Iowa".

By SHOULTZ of Black Hawk

H-1158 FILED MARCH 11, 1997

Act 3-11-97 (P.570)

HF 354

1 Section 1. Section 422.34A, Code 1997, is amended by
2 adding the following new subsection:

3 NEW SUBSECTION. 7. Training employees or educating
4 employees, or using facilities in Iowa for this purpose.

5 Sec. 2. This Act, being deemed of immediate importance,
6 takes effect upon enactment and applies retroactively to
7 January 1, 1997, for tax years beginning on or after that
8 date.

9

EXPLANATION

10 The bill provides that an activity of a foreign corporation
11 which involves training employees or educating employees, or
12 using facilities in Iowa for this purpose does not constitute
13 doing business within the state or deriving income from
14 sources within the state for the purposes of the imposition of
15 the state corporate income tax.

16 The bill takes effect upon enactment and applies
17 retroactively to January 1, 1997, for tax years beginning on
18 or after that date.

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January 1, 1997, for tax years beginning on or after that date.

HOUSE FILE 354

AN ACT

RELATING TO ACTIVITIES OF A FOREIGN CORPORATION WHICH DO NOT CONSTITUTE DOING BUSINESS IN OR DERIVING INCOME FROM THE STATE FOR STATE TAX PURPOSES AND INCLUDING EFFECTIVE AND RETROACTIVE APPLICABILITY DATE PROVISIONS.

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

Section 1. Section 422.34A, Code 1997, is amended by adding the following new subsection:

NEW SUBSECTION. 7. Training employees or educating employees, or using facilities in Iowa for this purpose.


Sec. 2. This Act, being deemed of immediate importance, takes effect upon enactment and applies retroactively to

RON J. CORBETT
Speaker of the House

MARY E. KRAMER
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 354, Seventy-seventh General Assembly.

ELIZABETH ISAACSON
Chief Clerk of the House

Approved  1997

TERRY E. BRANSTAD
Governor