

MAR 11 1997  
WAYS AND MEANS

HOUSE FILE 548  
BY BELL

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

A BILL FOR

1 An Act allowing a deduction under the individual income tax of  
2 interest paid on student loans and including an applicability  
3 date provision.

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

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HF 548

1 Section 1. Section 422.7, Code 1997, is amended by adding  
2 the following new subsection:

3 NEW SUBSECTION. 35. Subtract the interest paid on any  
4 student loans made pursuant to a federal or state program or  
5 through the educational institution.

6 Sec. 2. This Act applies retroactively to January 1, 1997,  
7 for tax years beginning on or after that date.

8 EXPLANATION

9 This bill provides a deduction under the individual income  
10 tax of interest paid on any student loans made pursuant to a  
11 federal or state program or through the educational  
12 institution. The bill is retroactively applicable to January  
13 1, 1997, for tax years beginning on or after that date.

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