

FEB 8 2000

WAYS AND MEANS

HOUSE FILE  
BY BOGGESS

2186

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

**A BILL FOR**

1 An Act relating to the individual income taxation of capital  
2 gains from property damaged or destroyed by a natural disaster  
3 and including a retroactive applicability date provision.  
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 2186

1 Section 1. Section 422.7, Code 1999, is amended by adding  
2 the following new subsection:

3 NEW SUBSECTION. 21A. Subtract, to the extent included,  
4 the capital gain from each business or nonbusiness capital  
5 asset damaged or destroyed as a result of a natural disaster.

6 Sec. 2. RETROACTIVE APPLICABILITY DATE. This Act applies  
7 retroactively to January 1, 2000, for tax years beginning on  
8 or after that date.

9 EXPLANATION

10 The bill provides for a deduction in computing the  
11 individual income tax of the capital gain from any business or  
12 nonbusiness capital asset damaged or destroyed in a natural  
13 disaster.

14 The bill applies retroactively to January 1, 2000, for tax  
15 years beginning on or after that date.

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