

FEB 24 1999
WAYS AND MEANS

HOUSE FILE 394
BY HOFFMAN

Passed House, Date _____ Passed Senate, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to an urban revitalization tax exemption for
2 assisted living properties.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 394

1 Section 1. Section 404.3A, Code 1999, is amended to read
2 as follows:

3 404.3A RESIDENTIAL DEVELOPMENT AREA EXEMPTION.

4 Notwithstanding the schedules provided for in section
5 404.3, all qualified real estate assessed as residential
6 property and assisted living property in an area designated
7 under section 404.1, subsection 5, is eligible to receive an
8 exemption from taxation on. For a residential property, the
9 exemption shall be on the first seventy-five thousand dollars
10 of actual value added by the improvements. For an assisted
11 living property, each living unit within the assisted living
12 property is eligible for an exemption from taxation on the
13 first seventy-five thousand dollars of actual value added to
14 each living unit by the improvements. The exemption is for a
15 period of five years. For purposes of this section, an
16 "assisted living property" means a property in which an
17 assisted living program certified or voluntarily accredited
18 pursuant to chapter 231C is administered.

19 EXPLANATION

20 This bill provides an urban revitalization tax exemption
21 for assisted living property located within an area designated
22 as appropriate for public improvements related to housing and
23 residential development or construction of housing and
24 residential development, including single or multifamily
25 housing. The bill provides that the tax exemption for each
26 living unit within the assisted living property is eligible
27 for an exemption from taxation on the first \$75,000 of actual
28 value added to each living unit by the improvements. The bill
29 defines an assisted living property as a property in which an
30 assisted living program certified or voluntarily accredited
31 pursuant to Code chapter 231C is administered.

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