

House File 2150 - Introduced

HOUSE FILE _____
BY T. OLSON, TOMENGA, MAY, HORBACH,
BAILEY, FOEGE, ZIRKELBACH,
L. MILLER, RAYHONS, HEATON,
GAYMAN, GASKILL, SWAIM, FREVERT,
UPMEYER, ABDUL=SAMAD, QUIRK,
SCHUELLER, PETERSEN, D. OLSON,
and MERTZ

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

A BILL FOR

1 An Act increasing the amount of the state earned income tax
2 credit and including a retroactive applicability date
3 provision.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
5 TLSB 5780HH 82
6 mg/sc/5

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1 1 Section 1. Section 422.12B, subsection 1, Code Supplement
1 2 2007, is amended to read as follows:
1 3 1. The taxes imposed under this division less the credits
1 4 allowed under section 422.12 shall be reduced by an earned
1 5 income credit equal to seven and one-half percent of the
1 6 federal earned income credit provided in section 32 of the
1 7 Internal Revenue Code. Any credit in excess of the tax
1 8 liability is refundable.
1 9 Sec. 2. RETROACTIVE APPLICABILITY DATE. This Act applies
1 10 retroactively to January 1, 2008, for tax years beginning on
1 11 or after that date.

EXPLANATION

1 12 This bill increases the state earned income tax credit from
1 13 7 percent to 7.5 percent of the federal earned income tax
1 14 credit.
1 15 credit.
1 16 The bill applies retroactively to January 1, 2008, for tax
1 17 years beginning on or after that date.
1 18 LSB 5780HH 82
1 19 mg/sc/5