

Senate File 295 - Introduced

SENATE FILE _____
BY DOTZLER

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

A BILL FOR

1 An Act extending state tax benefits for use of soy-based
2 transformer fluid by electric utilities and including
3 effective and applicability date provisions.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
5 TLSB 2665SS 82
6 mg/je/5

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1 1 Section 1. Section 422.11R, Code 2007, is amended to read
1 2 as follows:
1 3 422.11R SOY=BASED TRANSFORMER FLUID TAX CREDIT.
1 4 The taxes imposed under this division, less the credits
1 5 allowed under sections 422.12 and 422.12B, shall be reduced by
1 6 a soy-based transformer fluid tax credit allowed under chapter
1 7 476D.

1 8 This section is repealed December 31, ~~2008~~ 2009.

1 9 Sec. 2. Section 422.33, subsection 23, Code 2007, is
1 10 amended to read as follows:

1 11 23. The taxes imposed under this division shall be reduced
1 12 by a soy-based transformer fluid tax credit allowed under
1 13 chapter 476D.

1 14 This subsection is repealed December 31, ~~2008~~ 2009.

1 15 Sec. 3. Section 423.4, subsection 7, paragraph c, Code
1 16 2007, is amended to read as follows:

1 17 c. This subsection is repealed December 31, ~~2008~~ 2009.

1 18 Sec. 4. Section 437A.17C, Code 2007, is amended to read as
1 19 follows:

1 20 437A.17C REIMBURSEMENT FOR SOY=BASED TRANSFORMER FLUID.

1 21 A person in possession of a soy-based transformer fluid tax
1 22 credit certificate issued pursuant to chapter 476D may apply
1 23 to the director for a reimbursement of the amount of taxes
1 24 imposed and paid by the person pursuant to this chapter in an
1 25 amount not more than the person received in soy-based
1 26 transformer fluid tax credit certificates pursuant to chapter
1 27 476D. To obtain the reimbursement, the person shall attach to
1 28 the return required under section 437A.8 the soy-based
1 29 transformer fluid tax credit certificates issued to the person
1 30 pursuant to chapter 476D and provide any other information the
1 31 director may require. The director shall direct a warrant to
1 32 be issued to the person for an amount equal to the tax imposed
1 33 and paid by the person pursuant to this chapter but for not
1 34 more than the amount of the soy-based transformer fluid tax
1 35 credit certificates attached to the return.

2 1 This section is repealed December 31, ~~2008~~ 2009.

2 2 Sec. 5. Section 476D.2, subsection 1, paragraph a, Code
2 3 2007, is amended to read as follows:

2 4 a. The costs were incurred after June 30, 2006, and before
2 5 January 1, ~~2008~~ 2009.

2 6 Sec. 6. Section 476D.5, Code 2007, is amended to read as
2 7 follows:

2 8 476D.5 APPLICABILITY == REPEAL.

2 9 1. This chapter applies to tax years ending after June 30,
2 10 2006, and beginning before January 1, ~~2008~~ 2009.

2 11 2. This chapter is repealed December 31, ~~2008~~ 2009.

2 12 Sec. 7. EFFECTIVE AND APPLICABILITY DATES. This Act,
2 13 being deemed of immediate importance, takes effect upon
2 14 enactment and applies to applications made on or after the
2 15 effective date of this Act.

2 16 EXPLANATION

2 17 This bill extends by a year the time period during which
2 18 costs must be incurred in order to receive state tax benefits
2 19 for the use of soy-based transformer fluid by electric

2 20 utilities from January 1, 2008, to January 1, 2009. Because
2 21 of this extension, the repeal of the tax benefits are also
2 22 extended one year from December 31, 2008, to December 31,
2 23 2009. The state tax benefits that are affected by this
2 24 extension are the tax credit under the individual or corporate
2 25 income tax and the refund of sales and use taxes or utility
2 26 replacement taxes paid.
2 27 The bill takes effect upon enactment and applies to
2 28 applications for the tax credit made on or after the enactment
2 29 date.
2 30 LSB 2665SS 82
2 31 mg:sc/je/5