

House File 2058 - Introduced

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BY DRAKE

A BILL FOR

1 An Act establishing a property tax exemption for certain care
2 facilities.

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

1 Section 1. Section 427.1, Code Supplement 2011, is amended
2 by adding the following new subsection:

3 NEW SUBSECTION. 38. *Care facilities.*

4 a. Property owned solely by a nonprofit organization and
5 operated on a nonprofit basis as a residential care facility or
6 nursing facility under chapter 135C, an elder group home under
7 chapter 231B, an assisted living program under chapter 231C, an
8 adult day services program under chapter 231D, or a retirement
9 facility under chapter 523D. The exemption shall apply to
10 all buildings, structures, and land which are used for such
11 purposes. The exemption shall apply to the assessment year
12 beginning after the application for the exemption is filed.

13 b. Applications for exemption shall be filed with the
14 assessing authority not later than February 1 of the first
15 year for which the exemption is requested, on forms provided
16 by the department of revenue. The application shall describe
17 and locate the specific property for which the exemption is
18 requested.

19 c. Once the exemption is granted, the exemption shall
20 continue to be granted for subsequent assessment years
21 without further filing of applications as long as the property
22 continues to meet the requirements of this subsection. The
23 taxpayer shall notify the assessing authority when the property
24 ceases to meet the requirements of this subsection.

25 Sec. 2. IMPLEMENTATION. Section 25B.7 shall not apply to
26 the provisions of this Act.

27 EXPLANATION

28 This bill establishes a property tax exemption for property
29 owned solely by a nonprofit organization and operated on a
30 nonprofit basis as a residential care facility or nursing
31 facility under Code chapter 135C, an elder group home under
32 Code chapter 231B, an assisted living program under Code
33 chapter 231C, an adult day services program under Code chapter
34 231D, or a retirement facility under Code chapter 523D. The
35 exemption applies to all buildings, structures, and land which

1 are used for such purposes. Once the exemption is granted, the
2 exemption continues to be granted for subsequent assessment
3 years without further filing of applications as long as the
4 property continues to meet the requirements of the exemption.
5 The taxpayer is required to notify the assessing authority when
6 the property ceases to meet the requirements for the exemption.
7 The bill provides that the provisions in Code section 25B.7,
8 relating to the obligation of the state to reimburse local
9 jurisdictions for property tax credits and exemptions, does not
10 apply to the exemption in the bill.