

**Senate File 377 - Introduced**

SENATE FILE 377

BY ZAUN

**A BILL FOR**

1 An Act increasing the amount of the tuition tax credit and  
2 including retroactive applicability provisions.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

S.F. 377

1 Section 1. Section 422.12, subsection 2, paragraph b, Code  
2 2011, is amended to read as follows:

3 b. A tuition credit equal to ~~twenty-five~~ fifty percent  
4 of the first one thousand dollars ~~which~~ that the taxpayer  
5 has paid to others for each dependent in grades kindergarten  
6 through twelve, for tuition and textbooks of each dependent  
7 in attending an elementary or secondary school situated in  
8 Iowa, which school is accredited or approved under section  
9 256.11, which is not operated for profit, and which adheres  
10 to the provisions of the federal Civil Rights Act of 1964 and  
11 chapter 216. Notwithstanding any other provision, all other  
12 credits allowed under this subsection shall be deducted before  
13 the tuition credit under this paragraph. The department, when  
14 conducting an audit of a taxpayer's return, shall also audit  
15 the tuition tax credit portion of the tax return.

16 Sec. 2. RETROACTIVE APPLICABILITY. This Act applies  
17 retroactively to January 1, 2011, for tax years beginning on  
18 or after that date.

19 EXPLANATION

20 This bill increases the amount of tuition tax credit allowed  
21 under Code section 422.12 from 25 percent of the first \$1,000  
22 paid for tuition and textbooks to 50 percent of the first  
23 \$1,000.

24 The bill applies retroactively to January 1, 2011, for tax  
25 years beginning on or after that date.