

**House File 390 - Introduced**

HOUSE FILE 390

BY SCHULTZ

**A BILL FOR**

1 An Act exempting from the individual and corporate income taxes  
2 interest and dividends from Iowa municipal securities and  
3 including retroactive applicability provisions.

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

1 Section 1. Section 422.7, Code 2013, is amended by adding  
2 the following new subsection:

3 NEW SUBSECTION. 2A. Subtract interest and dividends from  
4 Iowa municipal securities.

5 Sec. 2. Section 422.35, Code 2013, is amended by adding the  
6 following new subsection:

7 NEW SUBSECTION. 2A. Subtract interest and dividends from  
8 Iowa municipal securities.

9 Sec. 3. RETROACTIVE APPLICABILITY DATE. This Act applies  
10 retroactively to January 1, 2013, for tax years beginning on  
11 or after that date.

12 EXPLANATION

13 This bill exempts from the individual and corporate income  
14 taxes interest and dividends from Iowa municipal securities.

15 The bill applies retroactively to January 1, 2013, for tax  
16 years beginning on or after that date.