Senate Study Bill 1053 - Introduced

SEN	ATE FILE	
ВУ	(PROPOSED COMMITTEE OF	V
	WAYS AND MEANS BILL BY	Z
	CHAIRPERSON FEENSTRA)	

A BILL FOR

- 1 An Act relating to registration fees for motor vehicles
- 2 transferred to nonprofit entities for donation to
- 3 individuals.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

```
S.F. ____
```

- 1 Section 1. Section 321.105A, subsection 2, paragraph c,
- 2 Code 2017, is amended by adding the following new subparagraph:
- NEW SUBPARAGRAPH. (022) A motor vehicle transferred to a
- 4 nonprofit entity, which is exempt from federal income taxation
- 5 pursuant to section 501(c)(3) of the Internal Revenue Code,
- 6 for the purpose of donation to an individual served by the
- 7 nonprofit entity, in a transaction in which no consideration is
- 8 given.
- 9 Sec. 2. NEW SECTION. 321.118 Donated vehicles.
- 10 The annual registration fee for a motor vehicle transferred
- 11 to a nonprofit entity as described in section 321.105A,
- 12 subsection 2, paragraph "c", subparagraph (022), is ten
- 13 dollars. After the nonprofit entity donates the motor
- 14 vehicle to an individual served by the nonprofit entity, the
- 15 registration fee for the motor vehicle shall be calculated
- 16 pursuant to section 321.109.
- 17 EXPLANATION
- 18 The inclusion of this explanation does not constitute agreement with
- 19 the explanation's substance by the members of the general assembly.
- 20 This bill relates to registration fees for motor vehicles
- 21 transferred to nonprofit entities for donation to individuals.
- 22 The bill provides an exemption from the fee for new
- 23 registration for vehicles transferred to a nonprofit entity
- 24 for the purpose of donation to an individual served by the
- 25 nonprofit entity in a transaction involving no consideration.
- 26 The bill also establishes an annual registration fee of \$10
- 27 for such vehicles and provides that, after the vehicle is
- 28 donated from the nonprofit entity to the individual, the annual
- 29 registration fee becomes the regular registration fee for the
- 30 vehicle.