

House File 620 - Introduced

HOUSE FILE 620

BY GOBBLE

A BILL FOR

1 An Act providing for an infertility coverage tax credit
2 available against the income, franchise, gross premiums, and
3 moneys and credits tax, and including applicability date
4 provisions.

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

1 Section 1. NEW SECTION. 514C.36 Infertility coverage tax
2 credit.

3 1. The taxes imposed against the income tax imposed under
4 chapter 422, subchapter II or III, the franchise tax imposed
5 under chapter 422, subchapter V, the gross premiums tax under
6 chapter 432, or the moneys and credits tax imposed under
7 section 533.329 shall be reduced by an infertility coverage
8 tax credit equal to five hundred dollars per employee who have
9 coverage benefits provided by the employer for the diagnosis
10 and treatment of infertility, not to exceed fifty thousand
11 dollars.

12 2. Any credit in excess of the tax liability is not
13 refundable but the excess for the tax year may be credited
14 to the tax liability for the following five years or until
15 depleted, whichever is earlier.

16 Sec. 2. NEW SECTION. 422.120 Infertility coverage credit.

17 1. The taxes imposed under this subchapter, less the
18 credits allowed under section 422.12, shall be reduced by an
19 infertility coverage tax credit allowed pursuant to section
20 514C.36.

21 2. An individual may claim the tax credit allowed a
22 partnership, S corporation, limited liability company, estate,
23 or trust electing to have the income taxed directly to the
24 individual. The amount claimed by the individual shall be
25 based upon the pro rata share of the individual's earnings of a
26 partnership, S corporation, limited liability company, estate,
27 or trust.

28 Sec. 3. Section 422.33, Code 2021, is amended by adding the
29 following new subsection:

30 NEW SUBSECTION. 31. The taxes imposed under this subchapter
31 shall be reduced by an infertility coverage tax credit allowed
32 pursuant to section 514C.36.

33 Sec. 4. Section 422.60, Code 2021, is amended by adding the
34 following new subsection:

35 NEW SUBSECTION. 14. The taxes imposed under this subchapter

1 shall be reduced by an infertility coverage tax credit allowed
2 pursuant to section 514C.36.

3 Sec. 5. NEW SECTION. 432.12N Infertility coverage tax
4 credit.

5 The taxes imposed under this chapter shall be reduced by an
6 infertility coverage tax credit allowed pursuant to section
7 514C.36.

8 Sec. 6. Section 533.329, subsection 2, Code 2021, is amended
9 by adding the following new paragraph:

10 NEW PARAGRAPH. 1. The moneys and credits tax imposed under
11 this section shall be reduced by an infertility coverage tax
12 credit allowed pursuant to section 514C.36.

13 Sec. 7. APPLICABILITY. This Act applies to tax years
14 beginning on or after January 1, 2022.

15 EXPLANATION

16 The inclusion of this explanation does not constitute agreement with
17 the explanation's substance by the members of the general assembly.

18 This bill provides businesses with an infertility coverage
19 tax credit for providing coverage benefits for the diagnosis
20 and treatment of infertility, and is available against the
21 income, franchise, gross premiums, or moneys and credits tax.

22 The amount of the credit equals \$500 per employee with the
23 infertility coverage, not to exceed \$50,000.

24 The credit is nonrefundable but any excess may be carried
25 forward for up to five years.

26 The bill applies to tax years beginning on or after January
27 1, 2022.