

House Study Bill 123 - Introduced

HOUSE FILE _____
BY (PROPOSED COMMITTEE ON
WAYS AND MEANS BILL BY
CHAIRPERSON KAUFMANN)

A BILL FOR

1 An Act relating to the Hoover presidential library tax credit
2 available against the individual and corporate income taxes,
3 the franchise tax, the insurance premiums tax, and the
4 moneys and credits tax.

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

1 Section 1. Section 15E.364, subsections 1 and 7, Code 2023,
2 are amended to read as follows:

3 1. For tax years beginning on or after January 1, 2021,
4 but before January 1, ~~2024~~ 2025, a tax credit shall be allowed
5 against the taxes imposed in chapter 422, subchapters II, III,
6 and V, and in chapter 432, and against the moneys and credits
7 tax imposed in section 533.329, equal to twenty-five percent of
8 a person's donation to the Hoover presidential foundation for
9 the Hoover presidential library and museum renovation project
10 fund. An individual may claim a tax credit under this section
11 of a partnership, limited liability company, S corporation,
12 estate, or trust electing to have income taxed directly to
13 the individual. The amount claimed by the individual shall
14 be based upon the pro rata share of the individual's earnings
15 from the partnership, limited liability company, S corporation,
16 estate, or trust.

17 7. This section is repealed December 31, ~~2029~~ 2030.

18 EXPLANATION

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

21 This bill relates to the Hoover presidential library tax
22 credit available against the individual and corporate income
23 taxes, the franchise tax, the insurance premiums tax, and the
24 moneys and credits tax.

25 Currently, the tax credit applies to tax years beginning on
26 or after January 1, 2021, but before January 1, 2024. The bill
27 extends the tax years a taxpayer is able to take the tax credit
28 by one tax year. Under the bill, a taxpayer is able to take the
29 tax credit through tax years beginning before January 1, 2025.

30 The bill extends the repeal date of the tax credit by one
31 year to align with the current carryforward provisions allowing
32 any unused portion of the tax credit to be carried forward up
33 to five years.

34 The Hoover presidential library tax credit equals 25 percent
35 of a taxpayer's donation to the Hoover presidential foundation

H.F. _____

1 for the Hoover presidential library and museum renovation
2 project fund.