

Senate File 132 - Introduced

SENATE FILE 132
BY GRUENHAGEN, WEBSTER,
LOFGREN, and COURNOYER

A BILL FOR

1 An Act relating to the assessment and taxation of certain
2 sanitary sewage and storm water drainage property and
3 including applicability provisions.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 427.1, Code 2023, is amended by adding
2 the following new subsection:

3 NEW SUBSECTION. 42. *Sanitary sewage or storm water drainage*
4 *property.* Property owned or operated by a public utility, as
5 defined in section 476.1, subsection 3, that is directly and
6 primarily used for the purposes specified under section 476.1,
7 subsection 3, paragraph `d`.

8 Sec. 2. APPLICABILITY. This Act applies to assessment years
9 beginning on or after January 1, 2024.

10 EXPLANATION

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

13 This bill amends Code section 427.1 to establish a property
14 tax exemption for property owned or operated by a public
15 utility that is directly and primarily used for furnishing
16 sanitary sewage or storm water drainage disposal by piped
17 collection system to the public for compensation. Under the
18 bill, "public utility" means the same as defined in Code
19 section 476.1. Under Code section 421.17, the director of
20 revenue has the authority to issue rules as are necessary to
21 provide for the uniform application of the exemptions provided
22 in Code section 427.1 in all assessor jurisdictions in the
23 state.

24 The bill applies to assessment years beginning on or after
25 January 1, 2024.