

House File 497 - Introduced

HOUSE FILE 497
BY JACOBY

A BILL FOR

1 An Act relating to the administration of tax returns by the
2 department of revenue, and including effective date and
3 retroactive applicability provisions.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

unofficial

1 Section 1. NEW SECTION. **421.72 Rounding to the nearest**
2 **whole dollar.**

3 1. For any return a taxpayer may round to the nearest whole
4 dollar amount when entering an amount on a line on the return,
5 but in doing so the taxpayer must then round each amount entered
6 on a line on the return to the nearest whole dollar.

7 2. If a taxpayer is required to calculate two or more figures
8 together to enter an amount on a line on a return, the taxpayer
9 must include cents for each figure in the calculation but may
10 round that calculated amount to the nearest whole dollar before
11 entering that amount on a line on the return.

12 Sec. 2. EFFECTIVE DATE. This Act, being deemed of immediate
13 importance, takes effect upon enactment.

14 Sec. 3. RETROACTIVE APPLICABILITY. This Act applies
15 retroactively to January 1, 2025, for tax years beginning on or
16 after that date.

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 the administration of tax returns by the
21 department of revenue.

22 The bill specifies that for any return, a taxpayer may round
23 to the nearest whole dollar amount when entering an amount on the
24 return, but in doing so the taxpayer must then round each amount
25 entered on the return to the nearest whole dollar.

26 If a taxpayer is required to calculate two or more figures
27 together to enter an amount on the return, the taxpayer must
28 include cents for each figure when calculating the figures
29 together, but may round the calculated amount to the nearest
30 whole dollar before entering that amount on the return.

31 The bill applies retroactively to January 1, 2025, for tax
32 years beginning on or after that date.