

House Study Bill 688 - Introduced

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

A BILL FOR

- 1 An Act extending the biodiesel blended fuel tax credit.
- 2 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

unofficial

1 Section 1. Section 422.11P, subsection 8, Code 2026, is
2 amended to read as follows:

3 8. This section is repealed January 1, ~~2028~~ 2033.

4 Sec. 2. Section 422.33, subsection 11C, paragraph c, Code
5 2026, is amended to read as follows:

6 c. This subsection is repealed January 1, ~~2028~~ 2033.

7 Sec. 3. 2011 Iowa Acts, chapter 113, section 31, as amended
8 by 2016 Iowa Acts, chapter 1106, section 10, and 2022 Iowa Acts,
9 chapter 1067, section 52, is amended to read as follows:

10 SEC. 31. TAX CREDIT AVAILABILITY. For a retail dealer who
11 may claim a biodiesel blended fuel promotion tax credit under
12 section 422.11P or 422.33, subsection 11C, as amended in this
13 Act and amended in subsequent Acts, in calendar year ~~2027~~ 2032,
14 and whose tax year ends prior to December 31, ~~2027~~ 2032, the
15 retail dealer may continue to claim the tax credit in the retail
16 dealer's following tax year. In that case, the tax credit shall
17 be calculated in the same manner as provided in section 422.11P
18 or 422.33, subsection 11C, as amended in this Act and amended
19 in subsequent Acts, for the remaining period beginning on the
20 first day of the retail dealer's new tax year until December 31,
21 ~~2027~~ 2032. For that remaining period, the tax credit shall be
22 calculated in the same manner as a retail dealer whose tax year
23 began on the previous January 1 and who is calculating the tax
24 credit on December 31, ~~2027~~ 2032.

25 EXPLANATION

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

28 This bill extends the repeal of the biodiesel blended fuel tax
29 credit for retail dealers from January 1, 2028, to January 1,
30 2033, for purposes of the individual and corporate income taxes.

31 The bill amends the Iowa Acts to ensure the availability of
32 the biodiesel blended fuel tax credit for an entire tax year
33 for those retail dealers whose tax year does not align with the
34 repeal date of the tax credit.