

Senate File 402 - Introduced

SENATE FILE 402
BY SIRES

A BILL FOR

1 An Act relating to the deduction of nursing facility expenses
2 for purposes of the individual income tax, and including
3 retroactive applicability provisions.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

unofficial

1 Section 1. Section 422.7, Code 2025, is amended by adding the
2 following new subsection:

3 NEW SUBSECTION. 45. a. As used in this subsection, "nursing
4 facility" means a nursing facility licensed under chapter 135C.

5 b. Subtract, to the extent included, the amount of expenses
6 paid to a nursing facility by the taxpayer for health-related
7 care and services.

8 Sec. 2. RETROACTIVE APPLICABILITY. This Act applies
9 retroactively to January 1, 2025, for tax years beginning on or
10 after that date.

11 EXPLANATION

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

14 This bill allows an individual income taxpayer to deduct the
15 amount of expense paid to a nursing facility under Code chapter
16 135C to the extent not otherwise deducted for federal income tax
17 purposes. The bill applies retroactively to tax years beginning
18 on or after January 1, 2025.