

House File 2786 - Introduced

HOUSE FILE 2786
BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO HF 2071)

(COMPANION TO SF 2275 BY
COMMITTEE ON TRANSPORTATION)

A BILL FOR

1 An Act modifying the sales or use tax refund for biodiesel
2 production.

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

H.F. 2786

1 Section 1. Section 423.4, subsection 9, paragraphs b and e,
2 Code 2026, are amended to read as follows:

3 b. The amount of the refund shall be calculated by
4 multiplying a designated rate by the total number of gallons
5 of biodiesel produced by the biodiesel producer in this state
6 during each quarter of a calendar year. The designated rate
7 shall be ~~four~~ five cents.

8 e. **This subsection** is repealed January 1, ~~2028~~ 2031.

9

EXPLANATION

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

12 This bill increases the sales or use tax refund available
13 to the producers of biodiesel from 4 cents per gallon to 5
14 cents per gallon. The amount of the refund is calculated by
15 multiplying the designated rate (currently 4 cents) by the
16 total number of gallons of biodiesel produced by the biodiesel
17 producer in this state. The bill changes the repeal date of
18 the refund from January 1, 2028, to January 1, 2031.