

Senate File 408 - Reprinted

SENATE FILE _____
BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO SF 278)

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to the exemption from property taxation of
2 certain low-rent housing and including effective date and
3 applicability date provisions.

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

5 TLSB 2855SV 81

6 sc/sh/8

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1 1 Section 1. Section 427.1, subsection 21, Code 2005, is
1 2 amended to read as follows:

1 3 21. LOW-RENT HOUSING. The property owned and operated or

1 4 controlled by a nonprofit organization, as recognized by the

1 5 internal revenue service, providing low-rent housing for

1 6 persons who are elderly and persons with physical and mental

1 7 disabilities. The exemption granted under the provisions of

1 8 this subsection shall apply only until the ~~terms final payment~~

1 9 due date of the borrower's original low-rent housing

1 10 development mortgage or until the borrower's original low-rent

1 11 housing development mortgage is paid in full or expires,

1 12 whichever is sooner, subject to the provisions of subsection

1 13 14. However, if the borrower's original low-rent housing

1 14 development mortgage is refinanced, the exemption shall apply

1 15 only until the date that would have been the final payment due

1 16 date under the terms of the borrower's original low-rent

1 17 housing development mortgage or until the refinanced mortgage

1 18 is paid in full or expires, whichever is sooner, subject to

1 19 the provisions of subsection 14.

1 20 Sec. 2. Section 427.1, Code 2005, is amended by adding the

1 21 following new subsection:

1 22 NEW SUBSECTION. 21A. Dwelling unit property owned and

1 23 managed by a nonprofit organization if the nonprofit

1 24 organization owns and manages more than forty dwelling units

1 25 that are located in a city with a population of more than one

1 26 hundred ten thousand which has a public housing authority that

1 27 does not own or manage housing stock for the purpose of low-

1 28 rent housing.

1 29 Sec. 3. PROPERTY TAX EXEMPTION STATUS. This Act is not

1 30 considered a property tax exemption enacted on or after

1 31 January 1, 1997, for purposes of section 25B.7.

1 32 Sec. 4. EFFECTIVE AND APPLICABILITY DATES. This Act,

1 33 being deemed of immediate importance, takes effect upon

1 34 enactment and applies retroactively to January 1, 2005, for

1 35 assessment years beginning on or after that date.

2 1 SF 408

2 2 sc:nh/cc/26