

1 SEC. 3. Section four hundred twenty-two point thirty-two (422.32),  
 2 Code 1962, is hereby amended by striking the figures "1960" in line  
 3 three (3) of subsection four (4) thereof and inserting in lieu thereof  
 4 the following: "1962".

1 SEC. 4. Section four hundred twenty-two point thirty-five (422.35),  
 2 Code 1962, is amended by adding thereto the following subsections:

3 "5. Subtract an amount equal to the aggregate credits against fed-  
 4 eral income tax to the extent such credits reduce the basis of depre-  
 5 ciable property for depreciation purposes.

6 "6. Add an amount equal to the aggregate decrease of credits  
 7 against federal income tax to the extent such decrease of credits in-  
 8 creases the basis of depreciable property for purposes of depreciation  
 9 or computing gain or loss on disposition.

10 "7. Add an amount equal to the deduction taken on federal income  
 11 tax return for 'unused investment credit'."

1 SEC. 5. The provisions of this Act shall have the same retroactive  
 2 effect as the amendments to the Internal Revenue Code of 1954  
 3 adopted hereby have for federal income tax purposes.

1 SEC. 6. If any provisions of this Act or the application of such  
 2 provision to any person or circumstance shall be held invalid, the re-  
 3 mainder of this Act or the application of such provision to persons or  
 4 circumstances other than those to which it is held invalid shall not be  
 5 affected thereby.

1 SEC. 7. This Act being deemed of immediate importance shall be  
 2 in force and effect immediately upon its passage and publication in The  
 3 Muscatine Journal, a newspaper published at Muscatine, Iowa, and in  
 4 The Tipton Conservative, a newspaper published at Tipton, Iowa.

Approved January 28, 1963.

I hereby certify that the foregoing Act, Senate File 30, was published in The Muscatine Journal, Muscatine, Iowa, February 1, 1963, and in The Tipton Conservative, Tipton, Iowa, February 7, 1963.

MELVIN D. SYNHORST, *Secretary of State.*

## CHAPTER 259

### AGED AND BLIND PERSONS INCOME TAX

#### H. F. 243

AN ACT relating to income tax deductions for aged persons and blind persons.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 SECTION 1. Section four hundred twenty-two point twelve (422.12),  
 2 Code 1962, is hereby amended by adding the following new subsections:  
 3 "For a single individual, husband, wife, or head of household, an

4 additional exemption of fifteen (15) dollars for each of said individuals  
 5 who has attained the age of sixty-five (65) years before the close of  
 6 the tax year or on the first day following the end of the tax year.  
 7 "For a single individual, husband, wife, or head of household, an  
 8 additional exemption of fifteen (15) dollars for each of said individuals  
 9 who is blind at the close of the tax year. For the purposes of this  
 10 subsection, an individual is blind only if his central visual acuity does  
 11 not exceed twenty two-hundredths (20/200) in the better eye with  
 12 correcting lenses, or if his visual acuity is greater than twenty two-  
 13 hundredths (20/200) but is accompanied by a limitation in the fields  
 14 of vision such that the widest diameter of the visual field subtends an  
 15 angle no greater than twenty (20) degrees."

1 SEC. 2. This Act shall be effective for tax years ending on and after  
 2 December 31, 1963.

Approved April 29, 1963.

## CHAPTER 260

### SALES AND USE TAX EXEMPTIONS

#### H. F. 208

AN ACT to amend section four hundred twenty-two point forty-two (422.42), and section four hundred twenty-three point one (423.1), Code 1962, relating to sales and use taxes and expendable chemicals, solvents and reagents used in processing personal property.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 SECTION 1. Section four hundred twenty-two point forty-two  
 2 (422.42), Code 1962, is amended by changing the period to a comma  
 3 at the end of subsection three (3) and adding immediately thereafter  
 4 the following:  
 5 "or such property is a chemical, solvent, sorbent, or reagent, which  
 6 is directly used and is consumed, dissipated, or depleted, in processing  
 7 personal property which is intended to be sold ultimately at retail, and  
 8 which may not become a component or integral part of the finished  
 9 product."

1 SEC. 2. Section four hundred twenty-three point one (423.1), Code  
 2 1962, is amended by changing the period to a comma at the end of  
 3 subsection one (1) thereof, and adding immediately thereafter the  
 4 following:  
 5 "or (d) chemicals, solvents, sorbents, or reagents, which are direct-  
 6 ly used and are consumed, dissipated, or depleted in processing per-  
 7 sonal property, which is intended to be sold ultimately at retail, and  
 8 which may not become a component or integral part of the finished  
 9 product."

Approved May 10, 1963.