

1 SEC. 6. Section four hundred forty-two point two (442.2), unnum-  
 2 bered paragraph one (1), Code 1975, is amended to read as follows:  
 3 Each school district shall cause to be levied each year, for the school  
 4 general fund, a foundation property tax of five dollars and forty cents  
 5 per thousand dollars of assessed valuation on all taxable property in  
 6 the district. For the purpose of this chapter, a school district is defined  
 7 as a school corporation organized under chapter 274. Each county audi-  
 8 tor shall certify to each school district within the county and to the  
 9 state comptroller, not later than ~~October~~ *January first* each year,  
 10 the assessed valuation of taxable property for the current year in each  
 11 school district within the county.

1 SEC. 7. Section four hundred forty-two point nine (442.9), subsec-  
 2 tion two (2), Code 1975, is amended to read as follows:

3 2. No later than ~~August~~ *May first* of each year, the state comptrol-  
 4 ler shall notify the county auditor of each county the amount, in dol-  
 5 lars and cents per thousand dollars of assessed value, of the additional  
 6 property tax levy in each school district in the county. Each county  
 7 auditor shall spread the additional property tax levy for each school  
 8 district over all taxable property in the district.

1 SEC. 8. NEW SECTION. There is appropriated from the general fund  
 2 of the state for the fiscal year beginning July 1, 1975 and ending June  
 3 30, 1976 the sum of fifty thousand (50,000) dollars, or so much thereof  
 4 as is necessary, for computation of an Iowa consumer price index for  
 5 use in calculating the state percent of growth in the state school foun-  
 6 dation program under the provisions of chapter four hundred forty-two  
 7 (442) of the Code. The state comptroller may contract with organiza-  
 8 tions having knowledge in the field of economic research as deemed  
 9 necessary. The state comptroller may accept and expend federal funds  
 10 or other grants for the purpose of carrying out the provisions of this  
 11 Act.

Approved July 14, 1975

This Act was passed by the G.A. prior to July 1, 1975; see §3.7 of the Code

## CHAPTER 206

### REFERENCES TO INTERNAL REVENUE CODE

#### H. F. 56

AN ACT relating to references to the internal revenue code in the computation of individual and corporate income tax and the franchise tax.

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

1 SECTION 1. Section four hundred twenty-two point four (422.4), sub-  
 2 section seventeen (17), Code 1975, is amended to read as follows:

3 17. "Internal Revenue Code of 1954" means the Internal Revenue  
 4 Code of 1954, as amended to and including January 1, ~~1974~~ 1975.

1 SEC. 2. Section four hundred twenty-two point thirty-two (422.32),  
 2 subsection four (4), Code 1975, is amended to read as follows:

3 4. "Internal Revenue Code of 1954" means the Internal Revenue  
 4 Code of 1954, as amended to and including January 1, ~~1974~~ 1975.

1 SEC. 3. Section four hundred twenty-two point sixty-one (422.61),  
2 subsection four (4), Code 1975, is amended to read as follows:

3 4. "Net income" means the net income of the financial institution  
4 computed in accordance with section 422.35, with the exception that in-  
5 terest and dividends from federal securities shall not be subtracted and  
6 interest and dividends from evidences of indebtedness and securities of  
7 this state and its political subdivisions, exempt from federal income  
8 tax under the Internal Revenue Code of 1954 as amended to and in-  
9 cluding January 1, 1974 1975, shall not be added.

1 SEC. 4. Sections one (1), two (2) and three (3) of this Act are effec-  
2 tive for tax years beginning on or after January 1, 1974.

1 SEC. 5. This Act, being deemed of immediate importance, shall  
2 take effect and be in force from and after its publication in the Urban-  
3 dale News, a newspaper published in Urbandale, Iowa, and in the  
4 Globe-Gazette, a newspaper published in Mason City, Iowa.

Approved February 14, 1975

I hereby certify that the foregoing Act, House File 56, was published in the Urbandale News, Urbandale, Iowa, February 20, 1975, and in the Globe-Gazette, Mason City, Iowa, February 19, 1975.

MELVIN D. SYNHORST, *Secretary of State*

## CHAPTER 207

### INCOME TAX

#### H. F. 764

AN ACT relating to individual income tax rates and deductions and making the act retroactive.

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

1 SECTION 1. Section four hundred twenty-two point five (422.5), un-  
2 numbered paragraph one (1), Code 1975, is amended to read as fol-  
3 lows:

4 A tax is hereby imposed upon every resident of the state, and upon  
5 that part of the taxable income of any nonresident which is derived  
6 from any property, trust, or other source within this state, including  
7 any business, trade, profession, or occupation carried on within this  
8 state, which tax shall be levied, collected, and paid annually upon and  
9 with respect to his entire taxable income as herein defined at rates as  
10 follows:

11 1. On the first one thousand dollars of taxable income, or any part  
12 thereof, ~~three-fourths~~ *one-half* of one percent.

13 2. On the second thousand dollars of taxable income, or any part  
14 thereof, one and ~~one-half~~ *one-fourth* percent.

15 3. On the third thousand dollars of taxable income, or any part  
16 thereof, ~~three two and three-fourths~~ percent.

17 4. On the fourth thousand dollars of taxable income, or any part  
18 thereof, ~~four~~ *three and one-half* percent.

19 5. On the fifth, sixth, and seventh thousand dollars of taxable in-  
20 come, or any part thereof, five percent.

21 6. On the eighth and ninth thousand dollars of taxable income, or  
22 any part thereof, six percent.