

Sec. 14. Sections 12 and 13 of this Act apply to contributions, gifts, grants, and donations made on or after July 1, 1998, for tax years ending on or after that date.

Approved May 6, 1998

CHAPTER 1173

COMPLIANCE WITH REQUIREMENTS FOR AGRICULTURAL DRAINAGE WELLS

H.F. 2136

AN ACT relating to agricultural drainage wells, by extending the date for complying with certain requirements.

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

Section 1. Section 455I.2, unnumbered paragraph 1, Code Supplement 1997, is amended to read as follows:

Not later than December 31, ~~1998~~ 2001, all of the following shall apply:

Approved May 6, 1998

CHAPTER 1174

STATE TAX STATUS OF CERTAIN PUBLIC RETIREMENT SYSTEM CONTRIBUTIONS

H.F. 2153

AN ACT providing that member contributions under certain public retirement systems are considered employer contributions for state income tax purposes, and providing effective and applicability date provisions.

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

Section 1. Section 97A.8, subsection 1, paragraph i, Code 1997, is amended to read as follows:

i. (1) Notwithstanding paragraph "g" or other provisions of this chapter, beginning January 1, 1995, for federal income tax purposes, and beginning January 1, 1999, for state income tax purposes, member contributions required under paragraph "f" or "h" which are picked up by the department shall be considered employer contributions for federal and state income tax purposes, and the department shall pick up the member contributions to be made under paragraph "f" or "h" by its employees. The department shall pick up these contributions by reducing the salary of each of its employees covered by this chapter by the amount which each employee is required to contribute under paragraph "f" or "h" and shall certify the amount picked up in lieu of the member contributions to the department of revenue and finance. The department of revenue and finance shall forward the amount of the contributions picked up to the board of trustees for recording and deposit in the pension accumulation fund.