

c. Married taxpayers, who file a joint federal income tax return and who elect to file separate returns or who elect separate filing on a combined return for state income tax purposes, shall allocate between the spouses the amount of benefits subtracted under paragraphs "a" and "b" from net income in the ratio of the social security benefits received by each spouse to the total of these benefits received by both spouses.

d. For tax years beginning on or after January 1, 2014, subtract, to the extent included, the amount of social security benefits taxable under section 86 of the Internal Revenue Code.

Sec. 5. EFFECTIVE AND APPLICABILITY DATE PROVISIONS.

1. The section of this Act enacting section 422.5, subsection 2A, takes effect January 1, 2007, and applies to tax years beginning on or after January 1, 2007, but before January 1, 2009.

2. The section of this Act enacting section 422.5, subsection 2B, takes effect January 1, 2009, for tax years beginning on or after that date.

3. The section of this Act amending section 422.5, subsection 7, takes effect January 1, 2007, for tax years beginning on or after that date.

4. The section of this Act amending section 422.7, subsection 13, takes effect January 1, 2007, for tax years beginning on or after that date.

Approved May 22, 2006

CHAPTER 1113

MEDICAL ASSISTANCE PROGRAM — PERSONAL NEEDS ALLOWANCE

H.F. 2319

AN ACT relating to the personal needs allowance amount for residents of nursing facilities under the medical assistance program.

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

Section 1. NEW SECTION. 249A.30A MEDICAL ASSISTANCE — PERSONAL NEEDS ALLOWANCE.

The personal needs allowance under the medical assistance program, which may be retained by a resident of a nursing facility as defined in section 135C.1, shall be fifty dollars per month.

Approved May 22, 2006