

CHAPTER 1051

SALES TAX REBATE — AUTOMOBILE RACETRACK FACILITY

S.F. 2341

AN ACT relating to the rebate of sales tax imposed and collected at an automobile racetrack facility and including effective date and retroactive applicability provisions.

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

Section 1. Section 423.4, subsection 5, paragraph a, subparagraphs (2), (3), and (4), Code 2014, are amended to read as follows:

(2) “*Change of control*” means ~~any of the following:~~

(a) ~~Any any change in the ownership of the original or any subsequent legal entity that is the owner or operator of the automobile racetrack facility such that less than twenty-five percent of the equity interests in the legal entity is owned by individuals who are residents of Iowa, an Iowa corporation business, or combination of both.~~

(b) ~~The original owners of the legal entity that is the owner or operator of the automobile racetrack facility shall collectively cease to own at least twenty-five percent of the voting equity interests of such legal entity.~~

(3) “*Iowa corporation business*” means a corporation or limited liability company incorporated or formed under the laws of Iowa ~~where at least twenty-five percent of the corporation’s equity interests are owned by individuals who are residents of Iowa.~~

(4) “*Owner or operator*” means a for-profit legal entity where at least twenty-five percent of its equity interests are owned by individuals who are residents of Iowa, an Iowa corporation business, or combination of both and that is the owner or operator of an automobile racetrack facility and is primarily a promoter of motor vehicle races.

Sec. 2. Section 423.4, subsection 5, paragraph c, subparagraph (3), Code 2014, is amended to read as follows:

(3) The transactions for which sales tax was collected and the rebate is sought occurred on or after January 1, 2006, but before January 1, ~~2016~~ 2026. However, not more than twelve million five hundred thousand dollars in total rebates shall be provided pursuant to this subsection.

Sec. 3. Section 423.4, subsection 5, paragraph g, Code 2014, is amended to read as follows:

g. This subsection is repealed June 30, ~~2016~~ 2026, or thirty days following the date on which twelve million five hundred thousand dollars in total rebates have been provided, or thirty days following the date on which rebates cease as provided in paragraph “c”, subparagraph (4), whichever is the earliest.

Sec. 4. EFFECTIVE UPON ENACTMENT. This Act, being deemed of immediate importance, takes effect upon enactment.

Sec. 5. RETROACTIVE APPLICABILITY. This Act applies retroactively to November 1, 2013.

Approved April 2, 2014