

January 30, 1951.
Tax Revision.

House File 285
By SLOANE.

Passed House, Date

Vote: Ayes..... Nays.....

Passed Senate, Date.....

Vote: Ayes..... Nays.....

Approved

A BILL FOR

An Act to amend section four hundred twenty-two point eight (422.8), Code 1950, relating to definition of gross income for income tax purposes.

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

1 Section 1. Section four hundred twenty-two point
2 eight (422.8), Code 1950, is hereby amended by striking
3 from subsection one (1), line thirteen (13), after the
4 word "paid" the period (.), and inserting in lieu thereof
5 a comma (,) and the following: "and shall include the
6 value of farm products which are produced by a farm and
7 consumed by his family, or any other persons residing on
8 said farm. In lieu of an itemized statement of the value
9 of farm products produced and consumed by the farmer, his
10 family and his employees, the taxpayer may arbitrarily
11 add the sum of \$100 for himself, each member of his
12 family and any other dependent living in his home, and
13 each of his employees, the employees' wives, and children,
14 if any, living on said farm."

1 Sec. 2. Section four hundred twenty-two point eight

- 2 (422.8), Code 1950, is further amended by adding thereto
3 the following new subsection:
4 "A farmer under this provision is defined as any person
5 who lives on a tract of land of at least forty acres and
6 who farms said land for commercial purposes."

EXPLANATION OF H. F. 285

This act adjusts somewhat the inequalities in income tax heretofore existing between the farmer, his family and employees in relation to the white collar man, the laboring man and other wage earners who do not raise and produce their own foodstuffs.