

FILED JAN 22 1992

SENATE FILE 2031  
BY SOUKUP

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

**A BILL FOR**

1 An Act providing for the deduction of unreimbursed prescription  
2 drug payments and health insurance premiums in determining  
3 household income for purposes of the additional property tax  
4 relief for the low-income elderly and disabled and including  
5 an applicability date provision.

6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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**S.F. 2031**  
HUMAN RESOURCES

1 Section 1. Section 425.17, subsection 7, Code Supplement  
2 2001, is amended to read as follows:

3 7. "Income" means the sum of Iowa net income as defined in  
4 section 422.7, plus all of the following to the extent not  
5 already included in Iowa net income: capital gains, alimony,  
6 child support money, cash public assistance and relief, except  
7 property tax relief granted under this division, amount of in-  
8 kind assistance for housing expenses, the gross amount of any  
9 pension or annuity, including but not limited to railroad  
10 retirement benefits, payments received under the federal  
11 Social Security Act, except child insurance benefits received  
12 by a member of the claimant's household, and all military  
13 retirement and veterans' disability pensions, interest  
14 received from the state or federal government or any of its  
15 instrumentalities, workers' compensation and the gross amount  
16 of disability income or "loss of time" insurance. "Income"  
17 does not include gifts from nongovernmental sources, or  
18 surplus foods or other relief in kind supplied by a  
19 governmental agency. In determining income, net operating  
20 losses and net capital losses shall not be considered. In  
21 determining income, the total amount of unreimbursed payments  
22 made for prescription drugs and for health insurance premiums  
23 for members of the claimant's household shall be deducted.  
24 The director of revenue and finance shall establish the  
25 procedure for documenting the unreimbursed payments for  
26 prescription drugs and for health insurance premiums.

27 Sec. 2. APPLICABILITY. This Act applies to claims for  
28 credit for property taxes due, claims for reimbursement for  
29 rent constituting property taxes paid, and claims for credit  
30 for manufactured or mobile home taxes due filed on or after  
31 January 1, 2003.

32 EXPLANATION

33 This bill provides that in determining the household income  
34 for purposes of the low-income elderly and disabled property  
35 tax credit or reimbursement of rent constituting property tax

1 paid, the unreimbursed amount of prescription drugs and health  
2 insurance premiums paid for members of the claimant's  
3 household can be deducted.

4 The bill applies to claims filed on or after January 1,  
5 2003.

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