

FILED FEB 21 2002

SENATE FILE

2264

BY HARPER

Passed Senate, Date _____ Passed House, Date _____

Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____

Approved _____

A BILL FOR

1 An Act relating to inheritance taxes on property or any interest
2 in property, or income from property, passing to a niece or a
3 nephew.

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

- 5
- 6
- 7
- 8
- 9
- 10
- 11
- 12
- 13
- 14
- 15
- 16
- 17
- 18
- 19
- 20
- 21
- 22
- 23
- 24
- 25

SF 2264
WAYS & MEANS

1 Section 1. Section 450.10, subsection 1, Code Supplement
2 2001, is amended to read as follows:

3 1. When the property or any interest in property, or
4 income from property, taxable under the provisions of this
5 chapter, passes to the brother or sister, son-in-law, or
6 daughter-in-law, niece, or nephew, the rate of tax imposed on
7 the individual share so passing shall be as follows:

8 Five percent on any amount up to twelve thousand five
9 hundred dollars.

10 Six percent on any amount in excess of twelve thousand five
11 hundred dollars and up to twenty-five thousand dollars.

12 Seven percent on any amount in excess of twenty-five
13 thousand dollars and up to seventy-five thousand dollars.

14 Eight percent on any amount in excess of seventy-five
15 thousand dollars and up to one hundred thousand dollars.

16 Nine percent on any amount in excess of one hundred
17 thousand dollars and up to one hundred fifty thousand dollars.

18 Ten percent on all sums in excess of one hundred fifty
19 thousand dollars.

20 EXPLANATION

21 This bill lowers the inheritance tax rate on property or
22 any interest in property, or income from property, passing to
23 a niece or nephew, to between 5 and 10 percent. The current
24 applicable rate for nieces and nephews is between 10 and 15
25 percent.

26
27
28
29
30
31
32
33
34
35