

**Senate File 2227 - Introduced**

SENATE FILE 2227  
BY COMMITTEE ON ECONOMIC  
GROWTH/REBUILD IOWA

(SUCCESSOR TO SSB 3151)

**A BILL FOR**

1 An Act relating to the amount allowable as an innovation fund  
2 investment tax credit and including effective date and  
3 retroactive applicability provisions.

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

1 Section 1. Section 15E.52, subsection 3, Code Supplement  
2 2011, is amended to read as follows:

3 3. The amount of a tax credit allowed under this section  
4 shall equal ~~twenty percent~~ of the following percentage of the  
5 taxpayer's equity investment in an innovation fund:

6 a. For equity investments made in fiscal years beginning on  
7 or after July 1, 2011, and ending on or before June 30, 2014,  
8 one hundred percent.

9 b. For equity investments made in fiscal years beginning on  
10 or after July 1, 2014, twenty percent.

11 Sec. 2. EFFECTIVE UPON ENACTMENT. This Act, being deemed of  
12 immediate importance, takes effect upon enactment.

13 Sec. 3. RETROACTIVE APPLICABILITY. This Act applies  
14 retroactively to July 1, 2011, for innovation fund tax credit  
15 certificates issued on or after that date.

16 EXPLANATION

17 This bill changes the amount allowable as an innovation fund  
18 investment tax credit under Code section 15E.52. Under current  
19 law, the credit is equal to 20 percent of a taxpayer's equity  
20 investment in an innovation fund. The bill changes the credit  
21 amount to 100 percent of an equity investment made in fiscal  
22 years beginning July 1, 2011, July 1, 2012, and July 1, 2013,  
23 and 20 percent for fiscal years beginning on or after July 1,  
24 2014.

25 The bill is effective upon enactment and applies  
26 retroactively to July 1, 2011, for innovation fund tax credit  
27 certificates issued on or after that date.