

ELIMINATE 20 DAY NOTICE FOR SALES TAX AND EPC

Prior Law _____

For sales tax and the environmental protection charge (“EPC”), the Department is required by statute to send a 20-day notice informing a taxpayer that a return was incorrect or insufficient, prior to the notice of assessment. Many taxpayers protest this 20-day notice; however, taxpayers are not actually allowed to protest until the official notice of assessment is issued, creating an administrative burden for the Department and confusing taxpayers as to the procedurally correct time to protest. The 20-day notice is not issued for any other tax types.

New Provisions _____

The statutory requirement to provide a 20-day notice prior to assessment for sales tax and EPC has been eliminated.

Section Amended _____

Section 2 of 2013 Iowa Acts Senate File 432 amends section 423.37, subsection 2, Code 2013. Section 3 of 2013 Iowa Acts Senate File 432 amends section 424.10, subsection 2, paragraph a, Code 2013.

Effective Date _____

July 1, 2013.