

CHAPTER 1241
SALES TAX ON DISCOUNT
S.F. 2327

AN ACT relating to what constitutes discounts on transactions occurring between June 1, 1982 and July 1, 1984 involving farm tractors and farm equipment for purposes of the state sales, services, and use tax, relating to refund, and providing retroactive effect.

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

Section 1. For purposes of the state sales, services, and use tax, a retail sale of farm tractors and farm equipment occurring between June 1, 1982 and July 1, 1984, which is partially paid for in money shall be treated as having a discount taken in the amount of the non-monetary portion of the sale. The amount of this discount is not subject to the state sales, services, and use tax.

Sec. 2. Claims for refunds as a result of this Act for sales, services, and use taxes paid on transactions occurring between June 1, 1982 and July 1, 1984 involving the retail sales of farm tractors and farm equipment shall be filed between July 1, 1984 and January 1, 1985, notwithstanding any other provision of law. Notwithstanding any other provision of law, the total amount of refunds that shall be paid pursuant to this section shall not exceed the sum of seventy-five thousand dollars. If the total dollar amount of the allowable claims for refunds exceeds seventy-five thousand dollars the director of revenue shall prorate the seventy-five thousand dollars among the claimants of the allowable claims by paying each claimant a percent of the amount of the claimant's allowable claim equal to the percent that seventy-five thousand dollars is of the total amount of all the allowable claims.

Sec. 3. This Act is retroactive to June 1, 1982.

Approved May 9, 1984