

CHAPTER 294**HOTEL AND MOTEL TAX EXEMPTION***S.F. 185*

AN ACT relating to the hotel and motel tax and providing an exemption.

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

Section 1. Section 422A.1, unnumbered paragraph 1, Code 1989, is amended to read as follows:

A city or county may impose by ordinance of the city council or by resolution of the board of supervisors a hotel and motel tax, at a rate not to exceed seven percent, which shall be imposed in increments of one or more full percentage points upon the gross receipts from the renting of sleeping rooms, apartments, or sleeping quarters in a hotel, motel, inn, public lodging house, rooming house, mobile home which is tangible personal property, or tourist court, or in any place where sleeping accommodations are furnished to transient guests for rent, whether with or without meals; except the gross receipts from the renting of sleeping rooms in dormitories and in memorial unions at all universities and colleges located in the state of Iowa and the guests of a religious institution if the property is exempt under section 427.1, subsection 9, and the purpose of renting is to provide a place for a religious retreat or function and not a place for transient guests generally. The tax when imposed by a city shall apply only within the corporate boundaries of that city and when imposed by a county shall apply only outside incorporated areas within that county. "Renting" and "rent" include any kind of direct or indirect charge for such sleeping rooms, apartments, or sleeping quarters, or their use. However, the tax does not apply to the gross receipts from the renting of a sleeping room, apartment, or sleeping quarters while rented by the same person for a period of more than thirty-one consecutive days.

Approved June 3, 1989

CHAPTER 295**CREDIT CHARGES***S.F. 462*

AN ACT relating to credit transactions by changing the maximum service fee on loans by industrial loan companies, by changing the maximum finance charge for certain consumer loans pursuant to open-end credit.

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

Section 1. Section 536A.23, subsection 2, Code 1989, is amended by striking the subsection and inserting in lieu thereof the following:

2. Charge, receive, or collect in advance, a service charge in excess of one dollar for each fifty dollars of the amount of the note, not to exceed a total of one hundred twenty dollars.

Sec. 2. Section 537.2402, subsection 3, Code 1989, is amended to read as follows:

3. If the billing cycle is monthly, the charge ~~may shall~~ not exceed an amount equal to one and ~~one-half~~ sixty-five hundredths percent of ~~that part~~ of the maximum amount pursuant to subsection 2 ~~which is five hundred dollars or less and one and one-fourth percent of that part of the maximum amount which is more than five hundred dollars.~~ If the billing cycle is not monthly, the maximum charge for the billing cycle shall bear the same relation to the applicable monthly maximum charge as the number of days in the billing cycle bears to three hundred