

Ways and Means  
Palmer, Chairperson  
Jenkins  
Craft

FILED FEB 8 1978

SENATE FILE 2102

By HULSE

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_

Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_

Approved \_\_\_\_\_

### A BILL FOR

1 An Act to exempt the gross receipts from the sale of tickets  
2 or admissions to activities operated or sponsored by an  
3 elementary or secondary educational institution from the  
4 state sales tax.

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

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#### SENATE FILE 2102 FISCAL NOTE

9  
10 Date: February 15, 1978  
11 Requested by: Senator Merlin Hulse  
12 In compliance with a written request received February  
13 2, 1978, there is hereby submitted a Fiscal Note for  
14 Senate File 2102, pursuant to Joint Rule 16. Background  
15 information used in developing this Fiscal Note is  
16 available from the Legislative Fiscal Bureau, to members  
17 of the Legislature upon request.

18  
19 Senate File 2083, An Act to exempt the gross receipts from the  
20 sale of tickets or admissions to activities operated or sponsored  
21 by an elementary or secondary educational institution from the  
22 state sales tax.

23 Utilizing data from sales tax returns filed in fiscal year 1977  
24 by educational institutions, it is possible to estimate a decrease  
25 in sales tax collections of \$200,000 (.0007%) as a result of  
this proposal.

26 Source: Department of Revenue

27 FILED  
28 FEBRUARY 21, 1978

Gerry Rankin, Fiscal Director  
LEGISLATIVE FISCAL BUREAU

1 Section 1. Section four hundred twenty-two point forty-  
2 three (422.43), unnumbered paragraph one (1), Code 1977, is  
3 amended to read as follows:

4 There is hereby imposed a tax of three percent upon the  
5 gross receipts from all sales of tangible personal property,  
6 consisting of goods, wares, or merchandise, except as otherwise  
7 provided in this division, sold at retail in the state to  
8 consumers or users; a like rate of tax upon the gross receipts  
9 from the sales, furnishing or service of gas, electricity,  
10 water, heat, and communication service, including the gross  
11 receipts from such sales by any municipal corporation  
12 furnishing gas, electricity, water, heat, and communication  
13 service to the public in its proprietary capacity, except  
14 as otherwise provided in this division, when sold at retail  
15 in the state to consumers or users; and a like rate of tax  
16 upon the gross receipts from all sales of tickets or admissions  
17 to places of amusement, athletic events ~~including those of~~  
18 ~~educational institutions~~, fairs; and a like rate of tax upon  
19 that part of private club membership fees or charges paid  
20 for the privilege of participating in any athletic sports  
21 provided club members.

22 Sec. 2. Section four hundred twenty-two point forty-five  
23 (422.45), Code Supplement 1977, is amended by adding the  
24 following new subsection:

25 NEW SUBSECTION. The gross receipts from the sales of  
26 tickets or admissions to places of amusement, athletic events,  
27 fairs or other activities operated or sponsored by an  
28 elementary or secondary educational institution.

29 Sec. 3. This Act is effective on January 1, 1979.

30 EXPLANATION

31 This bill exempts from the state sales tax the sale of  
32 tickets or admissions to activities operated or sponsored  
33 by an elementary or secondary educational institution.

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LSB 3419H-S

mg/sd/14