

WAYS AND MEANS: Boswell, Chair; Husak and Holt

FILED FEB 5 1986

SENATE FILE 2109
BY MURPHY

Passed Senate, Date 3-11-86 (p. 656) Passed House, Date _____
Vote: Ayes 45 Nays 0 Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

- 1 An Act exempting the fees paid to cities and counties for the
- 2 privilege of participating in any athletic sports from the
- 3 state sales, services, and use tax.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

SENATE FILE 2109

S-5276

- 1 Amend Senate File 2109 as follows:
- 2 1. Page 1, by striking lines 9 through 11 and
- 3 inserting the following: "proprietary capacity and
- 4 does not apply to fees paid to cities and counties for
- 5 ~~the-privilege-of-participating-in-any-athletic-sports~~
- 6 use of a golf course."
- 7 2. Title page, line 1, by striking the word
- 8 "exempting" and inserting the following: "relating to
- 9 the exemption of".

S-5276 Filed March 7, 1986 BY HOLDEN, LIND
Adopted 3/11 (p. 656)

S.F. 2109

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1 Section 1. Section 422.45, subsection 20, Code Supplement
2 1985, is amended to read as follows:

3 20. The gross receipts from sales or services rendered,
4 furnished or performed by a county or city. This exemption
5 does not apply to the tax specifically imposed under section
6 422.43 on the gross receipts from the sales, furnishing, or
7 service of gas, electricity, water, heat, and communication
8 service to the public by a municipal corporation in its
9 proprietary capacity ~~and does not apply to fees paid to cities~~
10 ~~and counties for the privilege of participating in any~~
11 ~~athletic sports.~~

12 EXPLANATION

13 The bill strikes language that was added during the 1985
14 session that, in effect, made fees paid to cities and counties
15 for the privilege of participating in any athletic sports
16 subject to the state sales and use tax.

FISCAL NOTE TO
SENATE FILE 2109

In compliance with a written request received March 4, 1986, a fiscal note for SENATE FILE 2109 is hereby submitted pursuant to Joint Rule 17. Data used in developing this fiscal note are available from the Legislative Fiscal Bureau to members of the Legislature upon request.

Senate File 2109 strikes language that was added during the 1985 session that, in effect, made fees paid to cities and counties tax for the privilege of participating in any athletic sports subject to the state sales and use tax.

FISCAL EFFECT. The bill will cause sales tax revenues to decrease. However, according to the Department of Revenue, the amount of revenue lost as a result of Senate File 2109 cannot be estimated.

SOURCE. Department of Revenue

(LSB 7977S 2, RJH)

Filed March 4, 1986 BY LIND

DENNIS C. PROUTY, DIRECTOR, LEGISLATIVE
FISCAL BUREAU

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11 athletic-sports use of a golf course.
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