

**701—16.1(422) Tax imposed.** The Iowa retail sales tax is imposed for periods prior to July 1, 1992, at the rate of 4 percent and for periods on or after July 1, 1992, at the rate of 5 percent of the gross receipts from the sale at retail of tangible personal property and certain enumerated services. However, see rule 701—14.3(422,423) for transition provisions to determine whether the 4 or 5 percent rate applies.

The remaining rules under this chapter deal with certain specific attributes of the Iowa retail sales tax, but such rules are by no means exclusive in explaining what are taxable sales and are not exclusive in explaining which transactions constitute taxable sales. There are other transactions which constitute taxable sales under the law and which are not specifically dealt with in these rules.

This rule is intended to implement Iowa Code section 422.43.