

701—211.18(423) Machine repair of all kinds.

211.18(1) *In general.* Persons engaged in the business of repairing machines of all kinds are selling a service subject to sales tax.

211.18(2) *Definition.* For purposes of this rule:

“*Machine*” means a mechanical device or combination of mechanical powers and devices used to perform some function and produce a certain result or effect. Machines include devices that have moving parts, are operated by hand, and are powered by a motor, engine, or other form of energy.

211.18(3) *Musical instruments.* For purposes of this rule, a musical instrument does not constitute a machine.

EXAMPLE: Person A owns an electric piano and an acoustic upright piano. Both pianos require repairs; the electric piano needs a new power cord, and the acoustic piano needs keys replaced. The electric piano repair would be taxable under 701—subrule 219.13(8). The repair to the acoustic piano is not taxable.

This rule is intended to implement Iowa Code section 423.2(6) “*ae.*”
[ARC 6704C, IAB 11/30/22, effective 1/4/23]