

701—211.42(423) Water conditioning and softening.

211.42(1) *In general.* Persons engaged in the business of water conditioning and softening are selling a service subject to sales tax.

211.42(2) *Definitions.* For purposes of this rule:

“*Water conditioning*” means any action other than water softening taken with respect to water that renders the water fit for its intended use, more healthful, or enjoyable for human consumption. “*Water conditioning*” includes but is not limited to water filtration, purification, deionization, and reverse osmosis.

“*Water softening*” means the removal of minerals from water to render it more suitable for drinking and washing.

211.42(3) *Water purification.* When performed for residential, commercial, industrial, or agricultural users, the service of water purification is subject to sales tax.

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