



KIM REYNOLDS
GOVERNOR

OFFICE OF THE GOVERNOR

CHRIS COURNOYER
LT GOVERNOR

May 19, 2026

The Honorable Paul Pate
Secretary of State of Iowa
State Capitol
Des Moines, Iowa 50319

Dear Mr. Secretary,

I hereby transmit:

House File 960, an Act relating to the sales tax exemption for the purchase of central office equipment or transmission equipment used by certain entities primarily in the furnishing of telecommunications services on a commercial basis.

The above House File is hereby approved on this date.

Sincerely,

A handwritten signature in black ink that reads "Kim Reynolds".

Kim Reynolds
Governor of Iowa

cc: Secretary of the Senate
Clerk of the House



House File 960

AN ACT


RELATING TO THE SALES TAX EXEMPTION FOR THE PURCHASE OF CENTRAL OFFICE EQUIPMENT OR TRANSMISSION EQUIPMENT USED BY CERTAIN ENTITIES PRIMARILY IN THE FURNISHING OF TELECOMMUNICATIONS SERVICES ON A COMMERCIAL BASIS.

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

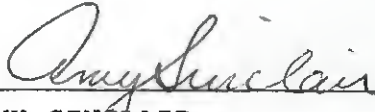
Section 1. Section 423.3, subsection 47A, paragraph a, Code 2026, is amended to read as follows:

a. The sales price from the sale of central office equipment or transmission equipment primarily used in the furnishing of telecommunications services, internet access services, or a combination of these, on a commercial basis by local exchange carriers and competitive local exchange service providers; by franchised cable television operators, mutual companies, municipal utilities, cooperatives, and companies furnishing communications services that are not subject to rate regulation as provided in chapter 476; by long distance companies as

defined in section 477.10; or ~~for~~ by a provider of commercial mobile radio service as defined in 47 C.F.R. §20.3 ~~in the furnishing of telecommunications services on a commercial basis.~~

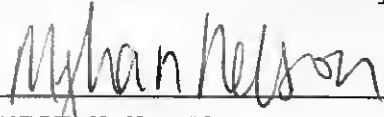


PAT GRASSLEY
Speaker of the House



AMY SINCLAIR
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 960, Ninety-first General Assembly.



MEGHAN NELSON
Chief Clerk of the House

Approved May 19th, 2026



KIM REYNOLDS
Governor