

May 11, 1965.
Placed on Calendar.

House File 680
By WAYS AND MEANS COMMITTEE.

Passed House, Date 5/17 Passed Senate, Date 6/2

Vote: Ayes 97 Nays 15 Vote: Ayes 30 Nays 27

Approved.....

A BILL FOR

An Act to increase the tax imposed on cigarettes.

*passed on file 5/18
ways means 5/30
cpe amended, pass 5/28
motion to reconsider tabled 6/2*

Be It Enacted by the General Assembly of the State of Iowa:

1 Section 1. Section six (6) of chapter five (5), Acts of the
2 Sixtieth General Assembly, is hereby repealed.

1 Sec. 2. Section ninety-eight point six (98.6), Code 1962, is
2 hereby amended by striking lines six (6) through eleven (11) of
3 subsection one (1) of such section and inserting in lieu thereof
4 the following:

5 "Class A. On cigarettes weighing not more than three (3)
6 pounds per thousand, three and one-half (3½) mills on each such
7 cigarette.

8 "Class B. On cigarettes weighing more than three (3) pounds
9 per thousand, four and one-half (4½) mills on each such ciga-
10 rette."

1 Sec. 3. Any licensed distributor, or permit holder having in
2 his possession on July 1, 1965, or thereafter, any cigarettes for
3 the purpose of distribution or sale, upon which the full amount of
4 the tax imposed by this Act has not been paid, shall make a return
5 to the state tax commission listing the entire amount of such
6 cigarettes on hand, the amount of tax which has been paid upon such
7 cigarettes under the provisions of chapter ninety-eight (98) of
8 the Code, as amended by chapter five (5), Acts of the Sixtieth
9 General Assembly, and the amount of additional tax due upon such

10 cigarettes as provided by the provisions of this Act. The state
 11 tax commission shall have the power to prescribe rules and regula-
 12 tions providing for the collection of such additional tax, either
 13 through the affixing of additional stamps or additional meter
 14 impressions, or by the collection of the amount due in cash.

15 On and after July 15, 1965, the provisions of subsection one (1)
 16 of section ninety-eight point thirty-six (98.36) of the Code, as
 17 amended by chapter ninety-seven (97), Acts of the Sixtieth General
 18 Assembly, shall apply upon the possession of any cigarettes upon
 19 which the full amount of tax as provided by this Act has not been
 20 paid.

1 Sec. 4. This Act being deemed of immediate importance shall
 2 be in full force and effect on July 1, 1965, after its publication
 3 in The Onawa Weekly Democrat, a newspaper published in Onawa,
 4 and in The Spencer Daily Reporter, a newspaper published in Iowa,
 5 Spencer, Iowa.

EXPLANATION OF HOUSE FILE 680

The purpose of this bill is to increase the tax on cigarette sales from 5c to 7c a package. The bill further provides a means for insuring that the tax will be paid on all cigarettes sold on and after July 1, 1965.

HOUSE FILE 680

- 1 Amend House File 680 as follows:
 2 1. By striking in line six (6) of section two (2) the words
 3 and figures "three and one-half (3½)" and inserting in lieu there-
 4 of the word and figure "four (4)".
 5 2. By striking in line nine (9) of section two (2) the words
 6 and figures "four and one-half (4½)" and inserting in lieu there-
 7 of the word and figure "five (5)".

Filed *adopted 5/17*
 May 13, 1965.

HOUSTON of Crawford.

HOUSE FILE 680

- 1 Amend House File 680 as follows:
 2 1. By striking in line 6 of section 2 the word and figure
 3 "four (4)" and inserting in lieu thereof the words and figures
 4 "three and one-half (3½)".
 5 2. By striking in line 9 of section 2 the word and figure
 6 "five (5)" and inserting in lieu thereof the words and figures
 7 "four and one-half (4½)".

Filed *adopted 6/2/65* BY COMMITTEE ON WAYS AND MEANS,
 May 28, 1965. ANDREW G. FROMMELT, Chairman.