

April 8, 1969

SENATE FILE 619

Passed on File

*Ways and Means 4-18*  
*Without Rec. 5-7*

By COMMITTEE ON WAYS AND MEANS

*Referred 5-14*

Passed Senate, Date *4-16-69* Passed House, Date .....

Vote: Ayes *4-4* Nays *1-7* Vote: Ayes ..... Nays .....

Approved .....

*Motion to reconsider*  
*tabled 4-16*

## A BILL FOR

- 1 An Act relating to service taxes on new construction, adver-
- 2 tising, and the processing of meat, fish, and fowl.
- 3 *Be It Enacted by the General Assembly of the State of Iowa:*
- 4 Section 1. Chapter three hundred forty-eight (348), sec-
- 5 tion twenty-five (25), Acts of the Sixty-second General
- 6 Assembly, amending section four hundred twenty-two point
- 7 forty-three (422.43), Code 1966, is hereby amended as follows:
- 8 1. By striking from lines seventeen (17) and eighteen (18)
- 9 the words "meat, fish, and fowl processing;"
- 10 2. By striking from line nineteen (19) the words "news-
- 11 paper, directories, shopper's guides and news-".
- 12 3. By striking all of lines twenty (20) through twenty-three
- 13 (23), inclusive, and by striking from line twenty-four (24)
- 14 the words "outdoor and point-of-purchase performance advertising;"
- 15 4. By striking from line twenty-eight (28) the words
- 16 "promotion and direct mail;"
- 17 5. By striking from line twenty-eight (28) the words "sign
- 18 painting;"
- 19 6. By inserting in line thirty-four (34) after the word
- 20 "merchandise" the words "other than processed meat, fish, and
- 21 fowl".
- 22 7. By striking the period at the end of line thirty-five
- 23 (35) and adding the following:
- 24 "; provided, that the tax as applied to the gross receipts
- 25 derived from the construction of buildings and structures is

- 1 limited to repairs of buildings and structures and does not
- 2 cover any services on or connected with new construction,
- 3 reconstruction, alteration, expansion, remodeling, or the
- 4 services of a general building contractor, architect, or
- 5 engineer when so engaged."

#### EXPLANATION OF SENATE FILE 619

This Act repeals the retail sales tax on the servicing of new construction, advertising, and the processing of meat, fish, and fowl.

#### SENATE FILE 619

#### FISCAL NOTE

Date prepared April 3, 1969

Requested by Senator Shaff.

Prepared in regard to an act relating to service taxes on new construction, advertising, and the processing of meat, fish and fowl.

Following is the fiscal effect in dollars of the legislative proposal as required by Rule 47:

Estimated annual revenue loss if "An Act relating to services taxes on new construction, advertising, and the processing of meat, fish, and fowl" is enacted:

Meat, fish, and fowl processing (*) .....	No Estimate
Newspaper, directories, shopper's guide, and newspapers, whether or not circulated free or without charge to the public; magazine, radio, movie and television advertising to include such advertisement and service rendered, furnished or performed by the State of Iowa, its Boards and Commissions, or any installations thereof. (*) .....	\$ 80,000
Outdoor and point of purchase advertising (*) .....	1,100
Promotion and Direct Mail (*) .....	400
Sign Painting (*) .....	14,400
New Construction (**) .....	7,000,000

(\*) Source: Department of Revenue, quarter ending 6-30-68 (a representative quarter) quarter  $\times 4$  = tax collected (estimated) figures are rounded.

(\*\*) Sources: Art Claus, Comptroller's Office, based on a three-year average, does not correspond to Governor's budget figure of approximately 3,000,000 dollars. The reason for this is that the base was not adjusted. For a detailed explanation of computation see Art Claus. (5495)

GERRY D. RANKIN  
Legislative Fiscal Director

Date prepared April 15, 1969

Requested by Senator Potgeter.

Prepared in regard to Senate File 619, a bill for an act relating to service taxes on new construction, advertising, and the processing of meat, fish and fowl.

Following is the fiscal effect in dollars of the legislative proposal as required by Rule 47: Amended fiscal note.

Estimated annual revenue loss if "An Act relating to Service taxes on new construction, advertising, and the processing of meat, fish, and fowl" is enacted:

With the exception of new construction, the original fiscal note was based on actual receipts, that were projected.

Meat, fish, and fowl processing*	No estimate
Newspaper, directories, shopper's guide, and newspapers, whether or not circulated free or without charge to the public; magazine, radio, movie and television advertising to include such advertisement and service rendered, furnished or performed by the State of Iowa, its boards and commissions, or any installations thereof.**	5,000,000-7,000,000
Outdoor and point of purchase advertising*	1,100
Promotion and Direct Mail*	400
Sign Painting*	14,400
New Construction***	7,000,000

\*Source: Department of Revenue, quarter ending 6-30-68 (a representative quarter) quarter  $\times 4$  = tax collected (estimated) figures are rounded.

\*\*If the Iowa Supreme Courts decision is upheld, and interstate transactions are not taxable, revenue loss would be about \$5,000,000. If the decision is overturned, and interstate transactions are taxable, then the revenue loss would be about \$7,000,000.

\*\*\*Source: Art Claus, Comptroller's office, based on a three year average, does not correspond to Governor's budget figure of approximately 3,000,000 dollars. The reason for this is that the base was not adjusted. For a detailed explanation of computation see Art Claus. (5495)

Filed  
April 15, 1969

GERRY D. RANKIN  
Legislative Fiscal Director

- 1 Amend Senate File 619 as follows:
- 2 1. Page one (1), line one (1) and line two (2), by striking
- 3 the word "advertising".
- 4 2. By striking from page one (1) all of lines ten (10)
- 5 through eighteen (18), inclusive.

*with change 4-15*  
*lost 4-15*

Filed  
April 14, 1969

By REICHARDT

- 1 Amend Senate File 619 by adding the following new section
- 2 thereto:
- 3 "The tax on any services on or connected with new con-
- 4 struction, reconstruction, alteration, expansion, remodeling,
- 5 or the services of a general building contractor, architect,
- 6 or engineer when so engaged actually rendered after July 1, 1969,
- 7 shall be null and void even though such services were contracted
- 8 for prior to such date.

Filed and adopted - *motion to reconsider filed 4-15, prevailed 4-16*  
April 15, 1969 *adopted as amended*

By GAUDINEER and MOWBY

- 1 Amend Senate File 619 by inserting on page 2, in line 5, after
- 2 the period (.) the following:
- 3 "All advertisements and announcements wherein any merchandise,
- 4 goods or services are advertised or offered for sale or without charge
- 5 therefor by any person, firm association or corporation at a definite
- 6 point or location within the State of Iowa."

Filed and lost  
April 15, 1969

By GAUDINEER

- 1 Amend Senate File 619 as follows:
- 2 1. By striking from lines 20 and 21 the words
- 3 "and fowl" and substituting in lieu thereof the
- 4 word "fowl and vegetables".
- 5 2. Further amend Senate File 619 by striking
- 6 from line 2 the words "and fowl" and substituting
- 7 in lieu thereof the words "fowl and vegetables."

Filed - Adopted 4-16  
April 15, 1969

By COLEMAN

- 1 Senate File 619 is hereby amended as follows:
- 2 1. By inserting on page one (1), line twenty-one
- 3 (21), after the period the following new subsections:
- 4 "7. By striking from line eight (8) the words
- 5 'carpentry; roof, shingle, and glass repair';
- 6 8. By striking from lines nine (9) and ten (10)
- 7 the words 'electrical repair and installation';
- 8 9. By striking from lines twelve (12) and thirteen
- 9 (13) the words 'excavating and grading';
- 10 10. By striking from lines twenty-five (25) and
- 11 twenty-six (26) the words 'painting, papering, and inter-
- 12 ior decorating';
- 13 11. By striking from lines twenty-six (26) and
- 14 twenty-seven (27) the words 'pipe fitting and plumbing;
- 15 wood preparation';
- 16 12. By striking from line thirty-one (31) the words
- 17 'tin and sheet metal repairs';
- 18 13. By striking from line thirty-five (35) the
- 19 words '; buildings and structures erected for the im-
- 20 provement of realty'".
- 21 2. Amend the title by striking from line one (1) the
- 22 word "new".

Filed and lost  
April 15, 1969

By DODERER

- 1 Senate File 619 is hereby amended as follows:
- 2 By inserting on page one (1), line twenty-one (21),
- 3 after the period the following new subsections:
- 4 "7. By inserting after the word "wax" in line eight
- 5 (8), "except car wash and wax facilities which are coin
- 6 operated;"
- 7 8. By inserting after the word "laundries" in line
- 8 nine (9), "except when such service is provided by coin
- 9 operated machines;"

Filed and withdrawn  
April 15, 1969

By WEIMER

1 Amend the Gaudineer-Mowry amendment to Senate File 619, filed  
2 April 15, 1969, by striking in line 8 the words "prior to such date"  
3 and inserting in lieu thereof the following: "after January 1, 1969, and  
4 prior to July 1, 1969".

By RIGLER

Filed and adopted  
April 16, 1969

April 16, 1969

SENATE FILE 619

By COMMITTEE ON WAYS AND MEANS  
(AS PASSED BY THE SENATE)

Passed Senate, Date <sup>4-16-69</sup> ~~5-22-69~~ Passed House, Date ~~5-22-69~~

Vote: Ayes <sup>47</sup> ~~46~~ Nays <sup>34</sup> ~~39~~ Vote: Ayes ~~72~~ Nays ~~39~~

Approved .....

*Passed Senate as amended by  
House and further amended  
by Senate 5/23; 39-13*

*Passed as amended by Senate 5/23  
79-34*

**A BILL FOR**

- 1 An Act relating to service taxes on new construction, adver-
- 2 tising, and the processing of meat, fish, *fowl and vegetables*.
- 3 *Be It Enacted by the General Assembly of the State of Iowa:*
- 4 Section 1. Chapter three hundred forty-eight (348), sec-
- 5 tion twenty-five (25), Acts of the Sixty-second General
- 6 Assembly, amending section four hundred twenty-two point
- 7 forty-three (422.43), Code 1966, is hereby amended as follows:
- 8 1. By striking from lines seventeen (17) and eighteen (18)
- 9 the words "meat, fish, and fowl processing;"
- 10 2. By striking from line nineteen (19) the words "news-
- 11 paper, directories, shopper's guides and news-".
- 12 3. By striking all of lines twenty (20) through twenty-three
- 13 (23), inclusive, and by striking from line twenty-four (24)
- 14 the words "outdoor and point-of-purchase performance advertising;"
- 15 4. By striking from line twenty-eight (28) the words
- 16 "promotion and direct mail;"
- 17 5. By striking from line twenty-eight (28) the words "sign
- 18 painting;"
- 19 6. By inserting in line thirty-four (34) after the word
- 20 "merchandise" the words "other than processed meat, fish,
- 21 *fowl and vegetables*".
- 22 *Sec. 2. Chapter three hundred forty-eight (348), section*
- 23 *twenty-five (25), Acts of the Sixty-second General Assembly,*
- 24 *amending section four hundred twenty-two point forty-three (422.43),*
- 25 *Code 1966, is hereby amended:*

1 By striking from line thirty-five (35) the words “; buildings  
2 and structures erected for the improvement of realty “, and by  
3 adding the following thereto:

4 “All services for the repair of buildings and structures shall  
5 be subject to the tax herein imposed. All persons engaged in such  
6 services shall be issued sales and service tax permits and shall  
7 report such services on the sales and service tax returns.”

8 “Any services relative to the foregoing enumeration shall not  
9 be taxable when rendered for the purposes of buildings or  
10 structures or parts thereof in connection with new construction,  
11 reconstruction, alteration, expansion, remodeling inside or out,  
12 or the services of any general building contractor, subcontractor,  
13 architect, or engineer, when so engaged.”

14 Sec. 3. Any monies collected by reason of the tax imposed  
15 upon the sale of services rendered, furnished, or performed pursuant  
16 to chapter three hundred forty-eight (348), Acts of the Sixty-second  
17 General Assembly, in regard to meat, fish and fowl processing;  
18 newspapers, directories, shopper's guides and newspapers whether  
19 or not circulated free or without charge to the public, magazine,  
20 radio, movie, and television advertising, to include such advertisement  
21 and service rendered, furnished, or performed by the state of Iowa,  
22 its boards and commissions or any installation thereof; outdoor and  
23 point-of-purchase performance advertising; promotion and direct  
24 mail; sign painting; and new construction, reconstruction, alteration,  
25 expansion, remodeling or the services of a general building contracts,  
26 architect or engineer when so engaged between October 1, 1967 and  
27 July 1, 1969 shall be divided into two (2) equal parts. The director  
28 of revenue shall determine what portion of the taxes collected are to  
29 be allocated pursuant to this Act. One part shall be paid into the  
30 general fund of the state of Iowa and the other part shall be paid  
31 into a temporary emergency fund to be known as the “Municipal Tax  
32 Relief Fund”. However, the amount paid into said municipal tax relief  
33 fund shall not exceed three million dollars; and any amount in excess  
34 of three million dollars which would otherwise be paid into said fund  
35 shall instead be paid into the general fund of the state.

1     *Sec. 4. The state comptroller shall on the first day of January*  
2     *of the year 1970 apportion among the incorporated cities and towns*  
3     *of the state, in the ratio which the population of each city or town,*  
4     *as shown by the latest available federal census, bears to the total*  
5     *population of such cities and towns in the state, the monies*  
6     *allocated to the municipal tax relief fund, and shall remit to the*  
7     *clerk of each such city or town the amount so apportioned to such*  
8     *city or town, and said funds so remitted shall be subject to*  
9     *expenditure under the direction of the council of such incorporated*  
10    *city or town for any lawful municipal purpose.*

11    *Sec. 5. In any case where a city or town has been incorporated*  
12    *since the latest available federal census, the mayor and council shall*  
13    *certify to the treasurer of state the actual population of such*  
14    *incorporated city or town as of the date of incorporation and its*  
15    *apportionment of funds under this Act shall be based upon such*  
16    *certification until the next federal census enumeration. Any*  
17    *community which has dissolved its corporation shall not receive any*  
18    *apportionment of funds under this Act after its dissolution.*

19    *Sec. 6. In any case where a city or town has annexed any*  
20    *territory since the last federal census, the mayor and council*  
21    *shall certify to the treasurer of state the actual population of*  
22    *such annexed territory as determined by the last federal census*  
23    *of said territory and the apportionment of funds under this Act*  
24    *shall be based upon the population of said city or town as modified*  
25    *by the certification of the population of the annexed territory*  
26    *until the next federal census enumeration.*

27    *Sec. 7. In any case where two or more cities or towns have*  
28    *consolidated, the apportionment of funds under this Act shall be*  
29    *based upon the population of the city or town resulting from said*  
30    *consolidation and shall be determined by combining the population*  
31    *of all cities and towns involved in the consolidation as determined*  
32    *by the last federal census enumeration for said consolidating city*  
33    *or town.*

34    *Sec. 8. Section three (3) through seven (7) of this Act being*  
35    *temporary in effect shall only be printed in the Acts of the Sixty-third*

1 *General Assembly and shall not be part of the Code of Iowa.*

2 *Sec. 9. The tax on any services on or connected with new*  
3 *construction, reconstruction, alteration, expansion, remodeling,*  
4 *or the services of a general building contractor, architect, or*  
5 *engineer when so engaged actually rendered after July 1, 1969*  
6 *shall be null and void though such services were contracted*  
7 *for after January 1, 1969, and prior to July 1, 1969.*

**EXPLANATION OF HOUSE FILE 619**

This Act repeals the retail sales tax on the servicing of new construction, advertising, and the processing of meat, fish, and fowl.

- 1 Amend Senate File 619, as passed by the
- 2 Senate, as follows:
- 3 1. By striking from line 17 of page 2 the
- 4 words "and fowl" and inserting in lieu thereof
- 5 the words ", fowl and vegetable".

Filed - *Adopted 5-20*

April 18, 1969

COCHRAN of Webster

- 1 Amend Senate File 619, page 2, line twenty-five (25), as passed
- 2 by the Senate, by striking the word "contracts" and inserting in
- 3 lieu thereof the word "contractor".

Filed - *Adopted 5-20*

April 22, 1969

MILLIGAN of Polk

- 1 Amend Senate File 619, as passed by the Senate, by
- 2 striking sections 3 through 9.

Filed - *Withdrawn 5-20*

May 7, 1969

McINTYRE of Linn

- 1 Amend Senate File 619, as passed by the Senate, as follows:
- 2 1. Page 1, line two (2), by inserting after the word
- 3 "advertising" the words ", barber and beauty services".
- 4 2. Page 1 by inserting after line seven (7) the following
- 5 new paragraph:
- 6 "1. By striking from line seven (7) the words "barber and
- 7 beauty;".
- 8 3. By renumbering the subsequent paragraphs.

Filed  
May 9, 1969

*Not Done 5-19*

RENDA of Polk  
BENNETT of Polk

- 1 Amend Senate File 619, as passed by the Senate, as
- 2 follows:
- 3 1. Page one (1), line one (1) and line two (2), by
- 4 striking the word "advertising".
- 5 2. By striking from page one (1) all of lines ten (10)
- 6 through eighteen (18), and renumbering the following subsection.

Filed  
May 12, 1969

*Withdrawn 5-19*

FREEMAN of Buena Vista

- 1 Amend Senate File 619 (reprint) as follows:
- 2 1. Page 2 by striking from lines nine (9) and ten
- 3 (10) the words "for the purpose of buildings or structures
- 4 or parts thereof".
- 5 2. Page 2, line twelve (12), by striking the word
- 6 "building".
- 7 3. Page 2, line twenty-five (25), by striking the words
- 8 "building contracts" and inserting in lieu thereof the word
- 9 "contractor".
- 10 4. Page 4, line four (4), by striking the word "building".

Filed - *Withdrawn 5-20*

May 14, 1969

KEHE of Bremer

1 Amend Senate File 619, as passed by the Senate, as follows:  
2 1. By striking everything after the enacting clause and  
3 inserting in lieu thereof the following:  
4 Section 1. Chapter three hundred forty-eight (348),  
5 section twenty-five (25), Acts of the Sixty-second General  
6 Assembly, amending section four hundred twenty-two point forty-  
7 three (422.43), Code 1966, is hereby amended as follows:  
8 1. By striking from line nineteen (19) the words "newspaper,  
9 directories, shopper's guides and news-".  
10 2. By striking lines twenty (20) through twenty-three (23),  
11 inclusive.  
12 3. By striking from line twenty-four (24) the words  
13 "outdoor and point-of-purchase performance advertising;".  
14 4. By striking from line twenty-eight (28) the words  
15 "promotion and direct mail;".  
16 5. By striking from line twenty-eight (28) the words  
17 "sign painting;".  
18 2. Amend the title by striking all after the word "relating"  
19 and inserting the following: "to exemption from service tax on  
20 advertising."

Filed  
May 14, 1969

*Last 5-19*

ROORDA of Jasper

1 Amend Senate File 619, as passed by the Senate, as follows:  
2 1. On page one (1), strike lines ten (10) through eighteen  
3 (18), inclusive, and insert in lieu thereof the following:  
4 "2. By inserting in line twenty-one (21) after the word  
5 'advertising' the words 'purchased by a person domiciled or  
6 resident in the state, or subject to service of legal process  
7 in the state'.  
8 3. By inserting in line twenty-four (24) after the word  
9 'advertising' the words 'purchased by a person domiciled or  
10 resident in the state, or subject to service of legal process  
11 in the state'.  
12 4. By inserting in line twenty-eight (28) after the word  
13 'mail' the words 'purchased by a person domiciled or resident  
14 in the state, or subject to service of legal process in the  
15 state'.  
16 5. By inserting in line twenty-eight (28) after the word  
17 'painting' the words 'purchased by a person domiciled or resident  
18 in the state, or subject to service of legal process in the  
19 state'."  
20 2. On page three (3), insert in line two (2) after the  
21 figure "1970" the following:  
22 " , and on the first day of January of each year thereafter  
23 for as long as funds become available for distribution to the  
24 incorporated cities and towns of the state under the provisions  
25 of section three (3) of this Act,".

Filed  
May 14, 1969

*Withdrawn 5-19*

SCHROEDER of Pottawattamie  
BAILEY of Wright  
HILL of Marshall

- 1 Amend Senate File 619 (reprint) as follows:  
2 1. Amend the title by striking everything after the  
3 word "taxes" and insert in lieu thereof a period (.).  
4 2. Page 1 by striking in line two (2) the words "meat,  
5 fish, fowl and".  
6 3. Page 1 by striking everything after line seven (7)  
7 and inserting in lieu thereof the following new subsections:  
8 1. By striking from line eight (8) the words "carpentry;  
9 roof, shingle, and glass repair;"  
10 2. By striking from lines seventeen (17) and eighteen (18)  
11 the words "meat, fish and fowl processing;"  
12 3. By striking from line twenty-five (25) the word  
13 "painting,"  
14 4. By striking from line twenty-six (26) the words  
15 "parking lots;"  
16 5. By striking from line twenty-nine (29) the words "shoe  
17 repair and shoeshine;"  
18 6. By striking from line thirty-five (35) the words  
19 "; buildings and structures erected for the improvement of  
20 realty".

Filed

May 14, 1969

*Ruled Not Germane*

CAMP of Clinton

- 1 Amend Senate File 619 as follows:  
2 1. By striking on page two (2), line 31, the words  
3 "temporary emergency" and inserting in lieu thereof the  
4 word "permanent".  
5 2. By striking from page two (2), line 32, the sen-  
6 tence beginning with the word "However".  
7 3. By striking on page three (3), line 2, the words  
8 "the year 1970" and inserting in lieu thereof the words  
9 "each year".  
10 4. By striking on pages three (3) and four (4) all  
11 of section 8 and inserting in lieu thereof the following:  
12 "Sec. 8. Section twenty-six point six (26.6), Code 1966,  
13 as amended by chapter two hundred fifty-three (253), sec-  
14 tions four (4) and six (6), Acts of the Sixty-second Gen-  
15 eral Assembly, is hereby further amended by striking from  
16 line ten (10) the word and numbers "and 312.3" and insert-  
17 ing in lieu thereof the words and numbers ", three hundred  
18 twelve point three (312.3), of the Code and the municipal  
19 tax relief act".

Filed. *Sub 5-20*

May 14, 1969

SKINNER of Polk

- 1 Amend Senate File 619 by adding the following new section:  
2 Sec. 10. Section four hundred twenty-three point four (423.4),  
3 Code 1966, as amended by chapter three hundred forty-eight (348),  
4 section thirty-seven (37), Acts of the Sixty-second General  
5 assembly, is hereby further amended by adding the following new  
6 subsection:  
7 "7. Advertisement and promotional material and matter, seed  
8 catalogs, envelopes for same, and other similar material temporarily  
9 stored in this state which are acquired outside of Iowa and which,  
10 subsequently to being brought into this state, are sent outside of  
11 Iowa, either singly or physically attached to other tangible personal  
12 property sent outside of Iowa."

Filed - *Adopted 5-20*

May 15, 1969

MILLER of Page  
SHEPHERD of Lee

- 1 Amend Senate File 619 as passed by the Senate, as follows:  
2 1. On page 1, in line thirteen (13), strike the word "and".  
3 2. On page 1, in line fourteen (14), strike the period and  
4 insert in lieu thereof the following:  
5 " , and by inserting in lieu thereof the following: 'all  
6 advertisements and announcements wherein any merchandise, goods,  
7 or services are advertised or offered for sale, or without charge  
8 therefor, at one or more named sources located within the state  
9 of Iowa, by any person, firm, association, or corporation domiciled  
10 or resident in the state, or subject to service of legal process  
11 in the state as provided for in  
12 chapter four hundred ninety-six A  
13 (496A) of the Code; ' "

Filed  
May 15, 1969

*Last 5-19*

BAILEY of Wright  
HILL of Marshall  
SCHROEDER of Pottawattamie  
TIEDEN of Clayton

- 1 Amend Senate File 619, as passed by the Senate, by inserting  
2 after line eighteen (18), page 1, the following subsection and  
renumbering  
3 the remaining subsection:  
4 "By inserting in line twenty-nine (29) after the word 'locker'  
5 the words ' , except the storage of frozen agricultural produce,  
6 when the storage service is purchased by a person who has no  
7 domicile or residence in this state, and who is not subject to  
8 service of process in this state.' "

Filed  
May 16, 1969

*Ruled out of Order 5-19*

MAYBERRY of Webster

- 1 Amend Senate File 619, as passed by the Senate, as follows:  
2 1. By striking on page 2 all after the comma in lines two (2)  
3 and three (3).  
4 2. By striking on page 2 all of lines four (4) through seven (7).  
5 3. Further amend page 2 by striking all of lines eight (8)  
6 through thirteen (13).

Filed and adopted ✓  
May 19, 1969

CAMP of Clinton

- 1 Amend Senate File 619, as passed by the Senate, as follows:  
2 1. Page 1 by striking lines twenty-two (22) through  
3 twenty-five (25), inclusive.  
4 2. Page 2 by striking lines one (1) through thirteen (13).  
5 3. Page 4 by striking lines two (2) through seven (7).

Filed - *Last 5-20*  
May 19, 1969

JOHNSTON of Johnson  
JESSE of Polk

1 Amend Senate File 619, as passed by the Senate, as follows:

2 1. Page 2 by striking from lines thirty-three (33) and  
3 thirty-four (34) the word "three" and inserting in lieu thereof  
4 in each line the word "two".

5 2. Page 4 by striking section 9 and inserting in lieu  
6 thereof the following:  
7 "Sec. 9.

8 1. There is hereby appropriated from the general fund of the  
9 state to the division of planning in the governor's office for  
10 the biennium beginning July 1, 1969, and ending June 30, 1971,  
11 the sum of two hundred thousand dollars (\$200,000.00), or so much  
12 thereof as may be necessary, to be used as follows:

13 a. To match local funds for special studies or research  
14 projects relating to cities and towns, which study or project  
15 would be beneficial to the entire state.

16 b. To provide funds to a particular city or town for a non-  
17 recurring need, for which no local or other state funds are  
18 available, or for which other funds could be available.

19 2. The governor shall approve any allocation of funds pro-  
20 vided for in this Act, and shall determine that such allocation  
21 is in the best interests of the state.

22 3. Any unencumbered balance remaining as of June 30, 1971,  
23 of the appropriation of this Act shall revert to the general  
24 fund of the state as of June 30, 1971.

25 4. The division of state planing in the governor's office  
26 is hereby authorized to obtain and accept federal grants to the  
27 state to be used in connection with funds appropriated in this Act  
28 and federal funds in addition thereto.

29 5. The division of state planning in the governor's office  
30 shall prepare and submit by March 1, 1971, a report on the  
31 allocation of funds provided in this Act to the next convened  
32 session of the General Assembly. Said report shall include  
33 any and all requests for funds submitted by the cities and  
34 towns, purpose of the request, and disposition of the request."

35 3. By inserting in the title, page 1, line two (2), after  
36 the word "vegetables" the words ", and making an appropriation to  
37 the division of state planning in the governor's office for use  
38 by cities and towns of the state."

Filed - *Adopted as amended 5-21*  
May 16, 1969

VAN NOSTRAND of Pottawattamie  
VARLEY of Adair-Madison  
McCARTNEY of Floyd

1 Amend the Camp amendment to Senate File 619 (reprint),  
2 filed May 14, by striking in lines four (4) and five (5)  
3 the following:

4 "2. Page 1 by striking in line two (2) the words  
5 'meat, fish, fowl and'."

Filed and adopted ✓  
May 19, 1969

CAMP of Clinton

1 Amend the Baker amendment to House File 619 by adding the  
2 following new section:

3 "Any retailer receiving a discount pursuant to this section shall  
4 remit all sales tax actually collected. Any violation of this section  
5 shall be punishable by a term in prison not to exceed three (3) years  
6 or a fine not to exceed ten thousand dollars.

-Filed and lost  
May 20, 1969

CROSIER of Linn

- 1 Amend the Van Nostrand, et al., amendment, filed May 16, to House
- 2 File 619 as follows:
- 3 1. By striking lines two (2), three (3) and four (4) and inserting
- 4 in lieu thereof the following: "Page 2 amend line twenty-seven (27) as
- 5 passed by the Senate by striking all after the word 'shall' and inserting
- 6 in lieu thereof the following: 'go to the general fund of the state of Iowa'".
- 7 2. By striking all of sections three (3) through eight (8).

Filed - ~~Corrected~~  
May 20, 1969

GOODE of Appanoose-Davis

- 1 Amend Senate File 619 as follows:
- 2 1. By adding the following section:
- 3 Sec. 10. Section four hundred twenty-two point fifty-two
- 4 (422.52), Code 1966, as amended by chapter three hundred forty-
- 5 eight (348), sections twenty-eight (28) and twenty-nine (29),
- 6 Acts of the Sixty-second General Assembly, is hereby further
- 7 amended by adding the following new subsection:
- 8 "When a return is filed and the taxes due are paid in full
- 9 on or before the due date as prescribed in section four hundred
- 10 twenty-two point fifty-one (422.51) of the Code, the retailer
- 11 shall be allowed a credit or discount equal to three percent
- 12 of the sales taxes due. This credit or discount shall be
- 13 allowed the retailer for prompt payment of the tax and as
- 14 partial remuneration for collecting the tax, keeping the
- 15 records, and promptly filing the returns required by this chapter.
- 16 The maximum amount of credit or discount allowed a retailer under
- 17 this subsection shall be three hundred dollars for any one year."
- 18 2. Amend the title by striking everything after the word "Act"
- 19 and inserting in lieu thereof the words, "relating to sales taxes,
- 20 service taxes on new construction, advertising and the processing
- 21 of meat, fish, fowl and vegetables".

Filed - ~~Lost~~ 5-20  
May 19, 1969

BAKER of Boone

- 1 Amend the Van Nostrand, et al., amendment, filed
- 2 May 16, to Senate File 619 by striking lines two (2),
- 3 three (3) and four (4) and inserting in lieu thereof
- 4 the following:
- 5 "1. Page two (2) by striking from line thirty-two
- 6 (32) everything after the period and by striking all of
- 7 lines thirty-three, thirty-four and thirty-five (33, 34,
- 8 and 35)."

Filed and lost  
May 21, 1969

JESSE of Polk

- 1 Amend Senate File 619, as passed by the Senate, as follows:
- 2 Sec. 2 by adding thereto the following:
- 3 "The provisions of this section shall become effective on
- 4 July 1, 1970."

Filed - ~~Withdrawn~~ 5-22  
May 21, 1969

ROORDA of Jasper

- 1 Amend the Van Nostrand, et al., amendment to Senate File 619,
- 2 filed May 16, 1969, as follows:
- 3 1. By striking lines five (5) and six (6) and inserting in
- 4 lieu thereof the following:
- 5 2. Page 4 by striking lines five (5), six (6) and seven (7)
- 6 and inserting in lieu thereof the following:
- 7 "engineer contracted for after June 1, 1969, shall be null and
- 8 void."
- 9 2. Further amend the Van Nostrand, et al., amendment by striking
- 10 line seven (7) and inserting in lieu thereof the following:
- 11 Sec. 10.

Filed and adopted  
May 21, 1969

VAN NOSTRAND of Pottawattamie

- 1 Amend the Van Nostrand, et al., amendment, filed
- 2 May 16, to Senate File 619 as follows:
- 3 1. By striking all of lines two (2), three (3) and
- 4 four (4) and inserting in lieu thereof:
- 5 1. Page 2 by striking from line twenty-seven (27)
- 6 everything after "1969" and all of line twenty-eight (28),
- 7 and that part of line twenty-nine (29) ending with the
- 8 word "part." and by inserting in line thirty (30) a period
- 9 after the word "Iowa" and by striking all the rest of
- 10 line thirty (30), and all of lines thirty-one (31), thirty-
- 11 two (32), thirty-three (33), thirty-four (34) and thirty-
- 12 five (35).
- 13 2. Line eleven (11) by striking the words and
- 14 figures "two hundred thousand dollars (\$200,000.00)",
- 15 and inserting in lieu thereof the words and figures "two
- 16 million dollars (\$2,000,000.00)".

Filed and lost  
May 21, 1969

TIEDEN of Clayton

SENATE FILE 619  
(CORRECTED AMENDMENT)

- 1 Amend the Van Nostrand, et al., amendment, filed May 16
- 2 to Senate File 619, as passed by the Senate, by striking all of
- 3 division 1 and inserting in lieu thereof the following:
- 4 "1. Page 2 amend line twenty-seven (27) by striking all
- 5 after the word 'shall' and inserting in lieu thereof the following:
- 6 'go to the general fund of the state of Iowa'.
- 7 By striking all of sections four (4) through eight (8)."

Filed May 20, 1969  
Lost May 21, 1969

GOODE of Appanoose-Davis

- 1 Amend Senate File 619, as passed by the Senate, as
- 2 follows:
- 3 1. Page one (1) by adding after line twenty-one (21)
- 4 the following new subsection:
- 5 "7. By inserting in line four (4) after the word 'services,'
- 6 the word 'lobbying,'".
- 7 2. Page one (1) lines one (1) and two (2) by inserting
- 8 after the word "advertising," the word "lobbying,".

Filed - Ruled out of order 5-22  
May 21, 1969

GANNON of Jasper

1 Amend Senate File 619, as passed by the Senate, by striking  
2 all after the enacting clause and inserting in lieu thereof  
3 the following:  
4 Section 1. All revenue derived from the collection of  
5 service taxes on new construction, advertising and the process-  
6 ing of meat, fish, fowl and vegetables is hereby appropriated  
7 to the state's equalization aid payment to high school districts  
8 as provided in chapter three hundred fifty-six (356) of the  
9 Acts of the Sixty-second General Assembly. This appropriation  
10 shall be additional to the amount appropriated for school  
11 equalization aid by House File 368, Acts of the Sixty-third  
12 General Assembly.

Filed and lost—  
May 21, 1969

GANNON of Jasper

1 Amend Senate File 619, as passed by the Senate, by  
2 striking all after the enacting clause and insert in lieu  
3 thereof the following:  
4 Section 1. All revenue derived from the service tax  
5 on new construction, advertising and the processing of  
6 meat, fish and fowl shall be distributed to cities and  
7 towns on a population basis.

Filed and ruled out of order  
May 21, 1969

RADL of Linn  
PONCY of Wapello

1 Amend Senate File 619, as passed by the Senate,  
2 as follows:  
3 1. Page 1 by inserting after line seven (7) the  
4 following new paragraph:  
5 1. By striking from line seven (7) the words  
6 "barber and beauty".  
7 2. By renumbering the subsequent paragraphs.  
8 3. Page 1, line two (2), by inserting after the word  
9 "advertising" the words, "barber and beauty services."

Filed and ruled out of order  
May 21, 1969

RENDA of Polk  
BENNETT of Polk

SENATE FILE 619

*Revised  
Not Germane  
5-19*

- 1 Amend Senate File 619 (reprint) as follows:
- 2 1. Page 1 by inserting after line seven (7), the
- 3 following new subsection:
- 4 By striking from line eight (8) the words "carpentry;
- 5 roof, shingle, and glass repair;"
- 6 2. Page 1 by inserting after line eighteen (18), the
- 7 following new subsection:
- 8 By striking from line twenty-nine (29) the words "shoe
- 9 repair and shoeshine;"
- 10 3. By renumbering the subsections of section 1.

Filed  
May 14, 1969

CAMP of Clinton

SENATE FILE 619

- 1 Amend Senate File 619, as passed by the Senate, as follows:
- 2 1. On page one (1) following line twenty-one (21) add the
- 3 following subsection:
- 4 "7. By adding the following:
- 5 'If the person rendering, furnishing, or performing any
- 6 of the above enumerated services is unable, after reasonable
- 7 efforts, to collect any tax imposed by this section on such
- 8 services, the person shall not be required to remit the tax to
- 9 the department, and the director shall assume responsibility
- 10 for enforcing collection of the tax from the user. Under
- 11 regulations prescribed by the director, the person shall file
- 12 with his quarterly return an affidavit of the facts relating
- 13 to any uncollectible tax on services.'"
- 14 2. By adding the following sections:
- 15 1. "Section four hundred twenty-two point forty-two (422.42),
- 16 subsection five (5), Code 1966, as amended by chapter three
- 17 hundred forty-two (342), section ninety-five (95), Acts of the
- 18 Sixty-second General Assembly, is hereby further amended by
- 19 striking from line three (3) the words 'or merchandise' and
- 20 inserting in lieu thereof the words 'merchandise, or taxable
- 21 services'."
- 22 2. "Section four hundred twenty-two point forty-eight
- 23 (422.48), Code 1966, as amended by chapter three hundred forty-
- 24 two (342), section ninety-eight (98), Acts of the Sixty-second
- 25 General Assembly, is hereby further amended by inserting in line
- 26 seven (7) after the word 'paid,' the words 'or until the director
- 27 assumes responsibility for collection of a tax on services, as
- 28 provided in section four hundred twenty-two point forty-three
- 29 (422.43) of the Code,'."

*div. 1  
Lost  
5-19*

*div. 2.  
Adopted  
5-19*

Filed  
May 14, 1969

BAILEY of Wright

SENATE FILE 619

1 Amend Senate File 619, as passed by the Senate, as follows:

2 1. Pages 2, 3, and 4 by striking all of sections 3 through  
3 8 and inserting in lieu thereof the following:

4 "Sec. 3.

5 1. There is hereby appropriated from the general fund of  
6 the state to the division of planning in the governor's office  
7 for the biennium beginning July 1, 1969, and ending June 30,  
8 1971, the sum of seven hundred thousand dollars (\$700,000.00),  
9 or so much thereof as may be necessary, to be used as follows:

10 a. To match local funds for special studies or research  
11 projects relating to cities and towns, which study or project  
12 would be beneficial to the entire state.

13 b. To provide funds to a particular city or town for a non-  
14 reoccurring need, for which no local or other state funds are  
15 available, or for which other funds could be available.

16 2. The governor shall approve any allocation of funds pro-  
17 vided for in this Act, and shall determine that such allocation  
18 is in the best interests of the state.

19 3. Any unencumbered balance remaining as of June 30, 1971,  
20 of the appropriation of this Act shall revert to the general  
21 fund of the state as of June 30, 1971.

22 4. The division of state planning in the governor's office  
23 is hereby authorized to obtain and accept federal grants to the  
24 state to be used in connection with funds appropriated in this Act  
25 and federal funds in addition thereto.

26 5. The division of state planning in the governor's office  
27 shall prepare and submit by March 1, 1971, a report on the  
28 allocation of funds provided in this Act to the next convened  
29 session of the General Assembly. Said report shall include  
30 any and all requests for funds submitted by the cities and  
31 towns, purpose of the request, and disposition of the request."

32 2. Page 4 by striking section 9.

33 3. By inserting in the title, page 1, line two (2), after  
34 the word "vegetables" the words "and appropriating funds from  
35 the general fund of the state to the division of state planning  
36 in the governor's office for use by cities and towns of the  
37 state."

Filed - *Withdrawn 5-20*  
May 14, 1969

McINTYRE of Linn  
VARLEY of Adair-Madison

SENATE AMENDMENT TO HOUSE AMENDMENT  
TO SENATE FILE 619

- 1 Amend the House amendment to Senate File 619 (reprint) as follows:
- 2 1. By striking division 1 of the House amendment and inserting in  
3 lieu thereof the following:
- 4 "1. By striking all of the title after the word 'to' in line 1,  
5 and inserting in lieu thereof the following: 'use, sales, and service  
6 taxes on new construction, advertising, and the processing of meat,  
7 fish, fowl and vegetables and making allocations thereof.'"
- 8 2. By striking lines 25 through 30, inclusive, of the House amend-  
ment
- 9 and inserting in lieu thereof the following:
- 10 "1. The amount allocated to the division of planning in  
11 the governor's office by section three (3) of this Act shall be used  
12 as follows:"
- 13 3. By adding the following new division after line 18 of the House  
14 amendment and renumbering the remaining divisions:
- 15 "6. Page 2, by inserting after the word 'state' in line 35  
16 the following: ', except that an amount of two hundred thousand  
17 (200,000) dollars shall be allocated to the division of planning in  
18 the governor's office before such moneys are paid into the general  
19 fund of the state'."
- 20 4. Amend line 42 of the House amendment by striking the word  
21 "appropriation" and inserting in lieu thereof the word "allocation".
- 22 5. Amend line 47 of the House amendment by striking the word  
23 "appropriated" and inserting in lieu thereof the word "allocated".

Received and concurred  
May 23, 1969

## SENATE FILE 619

1 Amend Senate File 619 by adding the following new sections  
2 thereto on page 2:

3 "Sec. 2. Any moneys collected by reason of the tax imposed upon  
4 the sale of services rendered, furnished, or performed pursuant to  
5 chapter three hundred forty-eight (348), Acts of the 62nd General  
6 Assembly, in regard to meat, fish and fowl processing; newspapers,  
7 directories, shopper's guides and newspapers whether or not circu-  
8 lated free or without charge to the public, magazine, radio, movie,  
9 and television advertising, to include such advertisement and ser-  
10 vice rendered, furnished, or performed by the state of Iowa, its  
11 boards and commissions or any installation thereof; outdoor and point-  
12 of-purchase performance advertising; promotion and direct mail; sign  
13 painting; and new construction, reconstruction, alteration, expansion,  
14 remodeling or the services of a general building contracts, architect  
15 or engineer when so engaged between October 1, 1967, and July 1, 1969  
16 shall be divided into two (2) equal parts. One part shall be paid  
17 into the general fund of the state of Iowa and the other part shall  
18 be paid into a permanent fund to be known as the "Municipal Tax Re-  
19 lief Act.

20 Sec. 3. The state comptroller shall on the first day of  
21 January of each year apportion among the incorporated cities and  
towns

22 of the state, in the ratio which the population of each city or town,  
23 as shown by the latest available federal census, bears to the total  
24 population of all such cities and towns in the state, the moneys ap-  
25 propriated to the "municipal tax relief fund", and shall remit to the  
26 clerk of each such city or town the amount so apportioned to such city  
27 or town, and said funds so remitted shall be subject to expenditure  
28 under the direction of the council of such incorporated city or town  
29 for any lawful municipal purpose. A city or town may have one special  
30 federal census taken each decade, and the population figure thus ob-  
31 tained shall be used in apportioning amounts under this section be-  
32 ginning the calendar year following the year in which the special  
census

33 is certified to the secretary of state.

34 Sec. 4. In any case where a city or town has been incorporated  
35 since the latest available federal census, the mayor and council shall  
36 certify to the treasurer of state the actual population of such in-  
37 corporated city or town as of the date of incorporation and its  
38 apportionment of funds under this chapter shall be based upon such  
39 certification until the next federal census enumeration. Any com-  
munity

40 which has dissolved its corporation shall not receive any apportion-  
41 ment of funds under this chapter after its dissolution.

42 Sec. 5. In any case where a city or town has annexed any terri-  
43 tory since the last regular or special federal census, the mayor and  
44 council shall certify to the treasurer of state the actual population  
45 of such annexed territory as determined by the last certified federal  
46 census of said territory and the apportionment of funds under this  
47 chapter shall be based upon the population of said city or town as

Senate 10

48 modified by the certification of the population of the annexed terri-  
49 tory until the next regular or special federal census enumeration.

50 Sec. 6. In any cast where two or more cities or towns have  
51 consolidated, the apportionment of funds under this section shall be  
52 based upon the population of the city or town resulting from said con-  
53 solidation and shall be determined by combining the population of all  
54 cities and towns involved in the consolidation as determined by the  
55 last regular or special federal census enumeration for said consoli-  
56 dating city or town.

57 Sec. 7. Section twenty-six point six (26.6), Code 1966, as  
58 amended by chapter two hundred fifty-three (253), sections four (4)  
59 and six (6), Acts of the Sixty-second General Assembly, is hereby fur-  
60 ther amended by striking from line ten (10) the word and numbers  
"and  
61 312.3" and inserting in lieu thereof the words and numbers ", three  
62 hundred twelve point three (312.3), of the Code and the municipal  
tax relief act".

April 10, 1969

Filed - *Adopted on*  
*Amended 4-15*

By GAUDINEER, DODERER, WEIMER,  
O'MALLEY, COLEMAN, PALMER,  
FROMMELT, VAN GILST, HILL  
DENMAN and SHIRLEY

1 Amend the Gaudineer amendment to Senate File 619, dated April  
2 10, 1969, as follows:

3 1. By striking the sentence beginning in line 29 and ending  
4 in line 33.

5 2. By striking from line 43 the words "regular or special".

6 3. By striking from line 45 the word "certified".

7 4. By striking from line 49 the words "regular or special".

8 5. By striking from line 55 the words "regular or special".

Filed - *Adopted 4-15*

April 11, 1969

By LANGE

1 Amend the Gaudineer, et al., amendment to Senate File  
2 619, filed April 10, 1969, as follows:

3 1. Insert the following at the end of line 19:

4 "However, the amount paid into said municipal tax relief  
5 fund shall not exceed three million dollars; and any amount  
6 in excess of three million dollars which would otherwise be  
7 paid into said fund shall instead be paid into the general  
8 fund of the state."

9 2. In line 21 strike the words "of each year" and  
10 insert in lieu thereof the following: "of the year 1970".

Filed - *Adopted 4-15*

April 14, 1969

SHAFF and MESSERLY

1 Amend the Gaudineer, et al., amendment to Senate File 619 dated  
2 April 10, 1969, as follows:  
3 1. By striking in line 18 the word "permanent" and inserting  
4 in lieu thereof the words "temporary emergency".  
5 2. By striking in line 19 the word "Act" and inserting in lieu  
6 thereof the word "fund".  
7 3. By striking in lines 24 and 25, the word "appropriated"  
8 and inserting in lieu thereof the word "allocated".  
9 4. By striking in line 38 the word "chapter" and inserting  
10 in lieu thereof the word "Act".  
11 5. By striking in line 41 the word "chapter and inserting  
12 in lieu thereof the word "Act".  
13 6. By striking in line 47 the word "chapter" and inserting  
14 in lieu thereof the word "Act".  
15 7. By striking from line 51 the word "section" and inserting  
16 in lieu thereof the word "Act".  
17 8. By striking line 57 through 62, inclusive, and inserting  
18 in lieu thereof the following: "Sections two (2) through six (6)  
19 of this Act being temporary in effect shall only be printed in the  
20 Acts of the Sixty-third (63rd) General Assembly and shall not be  
21 part of the Code of Iowa."

Filed - *Adopted 4-15*  
April 14, 1969

By GAUDINEER, OLLENBURG,  
WALSH, BENDA, SHAFF,  
PARKER, DENMAN, ~~REICHARDT,~~  
SULLIVAN, ~~O'MALLEY,~~ *Withdrawn 4-15*  
MESSERLY, ERSKINE, GRIFFIN,  
CURRAN, THORSEN, PALMER,  
POTTER, LAVERTY, DODERER,  
STANLEY, KOSEK, CONKLIN  
and FREY

1 Amend the Gaudineer, et al., amendment to Senate File 619 by  
2 inserting in line 16 after the period (.) the following:  
3 "The director of revenue shall determine what portion of the  
4 taxes collected are to be allocated pursuant to this Act."

Filed and adopted  
April 15, 1969

By GAUDINEER

SENATE FILE 619

1 The Hougen Amendment of April 9, 1969, is amended as  
2 follows:

- 3 1. Strike from line thirty-seven (37) the words,  
4 "or any room or interior portion thereof."  
5 2. By striking from lines thirty-nine (39) and forty  
6 (40) the words, ", and the services of any supplier for  
7 materials furnished for these purposes".

Filed and adopted  
April 15, 1969

By HOUGEN

1 The Hougen amendment of April 9, 1969, is amended as  
2 follows:

- 3 By striking all of lines two (2) through thirty-two (32),  
4 inclusive, and inserting in lieu thereof the following:  
5 By striking lines twenty-two (22) through twenty-five (25)  
6 of page 1.

7 By striking lines one (1) through five (5) of page two (2)  
8 and inserting in lieu thereof the following:

9 "Sec. 2. Chapter three hundred forty-eight (348), section  
10 twenty-five (25), Acts of the Sixty-second General Assembly,  
11 amending section four hundred twenty-two point forty-three  
12 (422.43), Code 1966, is hereby amended:

13 By striking from line thirty-five (35) the words "; buildings  
14 and structures erected for the improvement of realty", and by  
15 adding the following thereto:

16 "All services for the repair of buildings and structures  
17 shall be subject to the tax herein imposed. All persons en-  
18 gaged in such services shall be issued sales and service tax  
19 permits and shall report such services on the sales and service  
20 tax returns".

Filed and adopted  
April 15, 1969

By HOUGEN

## SENATE FILE 619

- 1 Amend Senate File 619:  
2 1. By adding the following after the period in line twenty-  
3 one (21) of page 1:  
4 "7. By striking from line eight (8) the words 'carpentry;  
5 roof, shingle, and glass repair';  
6 8. By striking from lines nine (9) and ten (10) the words  
7 'electrical repair and installation';  
8 9. By striking from lines twenty-five (25) and twenty-six  
9 (26) the words 'painting, papering, and interior decorating';  
10 10. By striking from lines twenty-six (26) and twentyseven  
11 (27) the words 'pipe fitting and plumbing; wood preparation';  
12 11. By striking from line thirty-one (31) the words 'tin  
13 and sheet metal repairs;'.  
14 2. Further amend Senate File 619 as follows:  
15 By striking lines twenty-two (22) through twenty-five (25)  
16 of page 1.  
17 By striking lines one (1) through five (5) of page 2 and  
18 inserting in lieu thereof the following:  
19 "Sec. 2. Chapter three hundred forty-eight (348), section  
20 twenty-five (25), Acts of the Sixty-second General Assembly,  
21 amending section four hundred twenty-two point forty-three  
22 (422.43), Code 1966, is hereby amended by adding the following  
23 thereto:  
24 'All services for the repair of buildings and structures  
25 for plumbing, heating equipment, tin and sheet metal repairs,  
26 electrical repair, painting, papering and interior decorating,  
27 roof shingling, and glass repair, shall be subject to the tax  
28 herein imposed. All persons engaged in such services shall be  
29 issued sales and service tax permits as provided by law and  
30 shall, if engaged in services not taxable, distinguish between  
31 such taxable and nontaxable services on the sales and service  
32 tax return.  
33 Any services relative to the foregoing enumeration shall  
34 not be taxable when rendered for the purposes of buildings  
35 or structures or parts thereof in connection with new construc-  
36 tion, reconstruction, alteration, expansion, remodeling inside  
37 or out, or any room or interior portion thereof, or the services  
38 of any general building contractor, subcontractor, architect, or  
39 engineer, when so engaged, and the services of any supplier for  
40 materials furnished for these purposes.'"

Filed - *Adopted or amended 4-16*  
April 9, 1969

By HOUGEN

1 Amend Senate File 619 (reprint) as follows:

2 1. By inserting in the title, page 1, line two (2),  
3 after the word "vegetables" the words ", and making an  
4 appropriation to the division of state planning in the  
5 governor's office for use by cities and towns of the  
6 state".

7 2. Page 2, line two (2), by striking all after the  
8 word "realty", also by striking all of lines three (3)  
9 through thirteen (13).

10 3. Page 2, line seventeen (17), by striking the words  
11 "and fowl" and inserting in lieu thereof the words ", fowl  
12 and vegetable".

13 4. Page 2, line twenty-five (25), by striking the  
14 word "contracts" and inserting in lieu thereof the word  
15 "contractor".

16 5. Page 2, line thirty-three (33) and thirty-four (34),  
17 by striking the word "three" in each line and inserting  
18 in lieu thereof the word "two" in each line.

19 6. Page 4, by striking lines five (5), six (6) and  
20 seven (7) and inserting in lieu thereof the following:  
21 "engineer contracted for after June 1, 1969, shall be  
22 null and void."

23 7. By adding thereto the following new sections:  
24 Sec. 10.

25 1. There is hereby appropriated from the general fund  
26 of the state to the division of planning in the governor's  
27 office for the biennium beginning July 1, 1969, and ending  
28 June 30, 1971, the sum of two hundred thousand dollars  
29 (\$200,000.00), or so much thereof as may be necessary, to be  
30 used as follows:

31 a. To match local funds for special studies or  
32 research projects relating to cities and towns, which  
33 study or project would be beneficial to the entire state.

34 b. To provide funds to a particular city or town for  
35 a nonrecurring need, for which no local or other state  
36 funds are available, or for which other funds could be  
37 available.

38 2. The governor shall approve any allocation of funds  
39 provided for in this Act, and shall determine that such  
40 allocation is in the best interests of the state.

41 3. Any unencumbered balance remaining as of June 30, 1971,  
42 of the appropriation of this Act shall revert to the  
43 general fund of the state as of June 30, 1971.

44 4. The division of state planning in the governor's  
45 office is hereby authorized to obtain and accept federal  
46 grants to the state to be used in connection with funds  
47 appropriated in this Act and federal funds in addition  
48 thereto.

49 5. The division of state planning in the governor's  
50 office shall prepare and submit by March 1, 1971, a

*Senate  
concurred  
and  
amended  
5/23*

✓

51 report on the allocation of funds provided in this Act  
52 to the next convened session of the General Assembly.  
53 Said report shall include any and all requests for funds  
54 submitted by the cities and towns, purpose of the request,  
55 and disposition of the request.

56 Sec. 11. Section four hundred twenty-two point forty-  
57 two (422.42), subsection five (5), Code 1966, as amended  
58 by chapter three hundred forty-two (342), section ninety-  
59 five (95), Acts of the Sixty-second General Assembly, is  
60 hereby further amended by striking from line three (3)  
61 the words "or merchandise" and inserting in lieu thereof  
62 the words "merchandise, or taxable services".

63 Sec. 12. Section four hundred twenty-two point forty-  
64 eight (422.48), Code 1966, as amended by chapter three  
65 hundred forty-two (342), section ninety-eight (98), Acts  
66 of the Sixty-second General Assembly, is hereby further  
67 amended by inserting in line seven (7) after the word  
68 "paid," the words "or until the director assumes  
69 responsibility for collection of a tax on services, as  
70 provided in section four hundred twenty-two point  
71 forty-three (422.43) of the Code,".

72 Sec. 13. Section four hundred twenty-three point four  
73 (423.4), Code 1966, as amended by chapter three hundred  
74 forty-eight (348), section thirty-seven (37), Acts of the  
75 Sixty-second General Assmebly, is hereby further amended  
76 by adding the following new subsection:

77 "7. Advertisement and promotional material and matter,  
78 seed catalogs, envelopes for same, and other similar  
79 material temporarily stored in this state which are acquired  
80 outside of Iowa and which, subsequently to being brought  
81 into this state, are sent outside of Iowa, either singly  
82 or physically attached to other tangible personal property  
83 sent outside of Iowa."