

April 11, 1969

SENATE FILE 624

Passed on File

Ways and Means 4-18, Pass 4-23

By COMMITTEE ON
WAYS AND MEANS

Passed Senate, Date 4-16-69 Passed House, Date 4-25-69

Vote: Ayes 56 Nays 2 Vote: Ayes 100 Nays 8

Approved May 1, 1969

A BILL FOR

- 1 An Act relating to sales taxes imposed on services performed
- 2 on tangible personal property delivered into interstate
- 3 commerce or services used in processing tangible personal
- 4 property which will ultimately be subject to the sales tax.

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

6 Section 1. Section four hundred twenty-two point forty-two
 7 (422.42), Code 1966, as amended by chapter three hundred forty-
 8 eight (348), section nineteen (19), Acts of the Sixty-second
 9 General Assembly, is hereby further amended as follows:

10 1. By inserting in subsection three (3), line four (4),
 11 after the word "property" the words "or taxable services, or
 12 for resale of tangible personal property in connection with
 13 taxable services,".

14 2. By inserting in line thirteen (13) after the word
 15 "steam" the words "or any taxable service".

16 Sec. 2. Chapter three hundred forty-eight (348), section
 17 nineteen (19), Acts of the Sixty-second General Assembly,
 18 amending section four hundred twenty-two point forty-two
 19 (422.42), Code 1966, is hereby amended as follows:

20 1. By inserting in line four (4) after the word "than" the
 21 words "services performed on tangible personal property deliv-
 22 ered into interstate commerce, or services used in processing
 23 of tangible personal property for use in taxable retail sales
 24 or services,".

25 2. By inserting in line sixteen (16) after the word "state"

- 1 Amend Senate File 624 by inserting in page 1, line 14,
- 2 after the figure "13" the words "of subsection three
- 3 (3)".

Filed - *Adopted 4-16*
April 15, 1969

By SHAFF

1 the words "except where such service is performed on tangible
2 personal property delivered into interstate commerce or is
3 used in processing of tangible personal property for use in
4 taxable retail sales or services".

5 Sec. 3. This Act, being deemed of immediate importance,
6 shall be in full force and effect from and after its passage
7 and publication in The DeWitt Observer, a newspaper published
8 at DeWitt, Iowa, and in The Pioneer-Republican, a newspaper
9 published at Marengo, Iowa.

EXPLANATION OF SENATE FILE 624

This bill provides a sales tax exemption for services performed on tangible personal property delivered into interstate commerce or services used in processing tangible personal property which will ultimately be subject to the sales tax.

Requested by Senator Shaff.

Date prepared April 14, 1969

Prepared in regard to Senate File 624, a bill for an act relating to sales taxes imposed on services performed on tangible personal property delivered into interstate commerce or services used in processing tangible personal property which will ultimately be subject to the sales tax.

Following is the fiscal effect in dollars of the legislative proposal as required by Rule 47: Estimated revenue loss not available.

Filed
April 15, 1969

GERRY D. RANKIN
Legislative Fiscal Director