

By House 3/25 (p. 719)
HOUSE FILE 2386

Ways and Means
Holden, Chair
Rodgers
Taylor

1982

WAYS & MEANS CALENDAR

HOUSE FILE 2396

BY COMMITTEE ON WAYS AND MEANS

(Formerly House File 2007)

Passed House, Date 3-12-82 (p. 779) Passed Senate, Date 4-14-82 (p. 1203)

Vote: Ayes 73 Nays 23 Vote: Ayes 43 Nays 4

Approved May 6, 1982

A BILL FOR

1 An Act relating to the tax status of services rendered or
2 furnished by private employment agencies under the state
3 sales, services, and use tax.

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

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HOUSE FILE 2396

H-5310

1 Amend House File 2396 as follows:
2 1. Page 1, line 11, by striking the words
3 "and installation" and inserting in lieu thereof
4 the words "and ~~installatien~~".

H-5310 FILED MARCH 3, 1982 BY SCHROEDER of Pottawattamie
SCHNEKLOTH of Scott

Ruled not germane 3/12 (p. 794)

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1 Section 1. Section 422.43, unnumbered paragraph 9, Code
2 1981, is amended to read as follows:

3 The following enumerated services ~~shall-be~~ are subject
4 to the tax ~~herein~~ imposed on gross taxable services:

5 Alteration and garment repair; armored car; automobile repair;
6 battery, tire and allied; investment counseling (excluding
7 investment services of trust departments); bank service
8 charges; barber and beauty; boat repair; car wash and wax;
9 carpentry; roof, shingle, and glass repair; dance schools
10 and dance studios; dry cleaning, pressing, dyeing, and
11 laundering; electrical repair and installation; engraving,
12 photography, and retouching; equipment rental; excavating
13 and grading; farm implement repair of all kinds; flying
14 service, except agricultural aerial application services and
15 aerial commercial and charter transportation services;
16 furniture, rug, upholstery repair and cleaning; fur storage
17 and repair; golf and country clubs and all commercial
18 recreation; house and building moving; household appliance,
19 television, and radio repair; jewelry and watch repair; machine
20 operator; machine repair of all kinds; motor repair;
21 motorcycle, scooter, and bicycle repair; oilers and
22 lubricators; office and business machine repair; painting,
23 papering, and interior decorating; parking facilities; pipe
24 fitting and plumbing; wood preparation; private employment
25 agencies, excluding services for placing a person in employment
26 where the principal place of employment of that person is
27 to be located outside of the state; printing and binding;
28 sewing and stitching; shoe repair and shoeshine; storage
29 warehousing of raw agricultural products; telephone answering
30 service; test laboratories, except tests on humans; termite,
31 bug, roach, and pest eradicators; tin and sheet metal repair;
32 turkish baths, massage, and reducing salons; vulcanizing,
33 recapping, and retreading; weighing; welding; well drilling;
34 wrapping, packing, and packaging of merchandise other than
35 processed meat, fish, fowl and vegetables; wrecking service;

1 wrecker and towing.

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EXPLANATION

3 The bill provides that services rendered or furnished by
4 private employment agencies in placing a person in employment
5 outside of the state are not subject to the state sales, ser-
6 vices, and use tax. The bill is intended as a clarification
7 of existing law.

8 The bill takes effect July 1 following enactment.

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REPRESENTATIVE SCHROEDER

STATE OF IOWA

F I S C A L N O T E

Request No. 82-275

In compliance with a written request received March 3, 19 82, there is hereby submitted a Fiscal Note for Amend. 5310 to H.F. 2396 pursuant to Joint Rule 16. Background information used in developing this Fiscal Note is available from the Legislative Fiscal Bureau, to members of the Legislature upon request.

This amendment to H.F. 2396, An Act relating to the tax status of services rendered or furnished by private employment agencies under the state sales, services, and use tax, additionally exempts electrical installation from the tax.

While there would be a decline in state revenue, an estimate of the fiscal effect is not possible.

REMOVED MARCH 4, 1982

BY GERRY RANKIN
Fiscal Director

HOUSE FILE 2396

AN ACT

RELATING TO THE TAX STATUS OF SERVICES RENDERED OR FURNISHED BY PRIVATE EMPLOYMENT AGENCIES UNDER THE STATE SALES, SERVICES, AND USE TAX.

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

Section 1. Section 422.43, unnumbered paragraph 9, Code 1981, is amended to read as follows:

The following enumerated services shall be are subject to the tax herein imposed on gross taxable services:

Alteration and garment repair; armored car; automobile repair; battery, tire and allied; investment counseling (excluding investment services of trust departments); bank service charges; barber and beauty; boat repair; car wash and wax; carpentry; roof, shingle, and glass repair; dance schools and dance studios; dry cleaning, pressing, dyeing, and laundering; electrical repair and installation; engraving, photography, and retouching; equipment rental; excavating and grading; farm implement repair of all kinds; flying service, except agricultural aerial application services and aerial commercial and charter transportation services; furniture, rug, upholstery repair and cleaning; fur storage and repair; golf and country clubs and all commercial recreation; house and building moving; household appliance, television, and radio repair; jewelry and watch repair; machine operator; machine repair of all kinds; motor repair; motorcycle, scooter, and bicycle repair; oilers and lubricators; office and business machine repair; painting, papering, and interior decorating; parking facilities; pipe fitting and plumbing; wood preparation; private employment agencies, excluding services for placing a person in employment where the principal place of employment of that person is to be located outside of the state; printing and binding;

sewing and stitching; shoe repair and shoeshine; storage warehousing of raw agricultural products; telephone answering service; test laboratories, except tests on humans; termite, bug, roach, and pest eradicators; tin and sheet metal repair; turkish baths, massage, and reducing salons; vulcanizing, recapping, and retreading; weighing; welding; well drilling; wrapping, packing, and packaging of merchandise other than processed meat, fish, fowl and vegetables; wrecking service; wrecker and towing.

DELWYN STROMER
Speaker of the House

TERRY E. BRANSTAD
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 2396, Sixty-ninth General Assembly.

ELIZABETH A. ISAACSON
Chief Clerk of the House
Approved May 6, 1982

ROBERT D. RAY
Governor