

JAN 22 1998

WAYS AND MEANS

HOUSE FILE *2071*  
BY VAN FOSSEN, RANTS, HOLMES,  
TYRRELL, LARSON, MILLAGE,  
and BRUNKHORST

Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

A BILL FOR

1 An Act exempting internet and other on-line services from the  
2 state sales, services, and use taxes.

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

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*HF 2071*

1 Section 1. Section 422.45, Code Supplement 1997, is  
2 amended by adding the following new subsection:

3 NEW SUBSECTION. 52. The gross receipts from charges paid  
4 to a provider for access to on-line computer services. For  
5 purposes of this subsection, "on-line computer service" means  
6 a service that provides or enables computer access by multiple  
7 users to the internet or to other information made available  
8 through a computer server.

9 EXPLANATION

10 The bill exempts from the state sales and use taxes access  
11 charges paid to a provider for access to internet or other on-  
12 line computer services.

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