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SENATE FILE 194
BY BORLAUG, FINK, MADDOX,
MCCOY, DELUHERY, MCKEAN,
and DRAKE

(COMPANION TO HF 12
BY VAN MAANEN)

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to the exemption of unassisted coin-operated
2 motor vehicle wash, wax, and vacuum services from the state
3 sales, services, and use taxes.

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

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S.F. 194

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

3 NEW SUBSECTION. 47. The gross receipts from the
4 furnishing at a car wash and wax facility of the service of
5 washing, waxing, or vacuuming of a motor vehicle or other
6 tangible personal property, where the purchaser or user of the
7 service washes, waxes, or vacuums the person's motor vehicle
8 or other tangible personal property at the facility
9 exclusively by means of coin-operated equipment belonging to
10 the vendor without any assistance from an employee of the
11 vendor. For purposes of this subsection, "coin-operated
12 equipment" includes equipment operated by tokens or currency
13 and "motor vehicle" is as defined in section 321.1.

14 EXPLANATION

15 The bill exempts from the sales and use tax the payments
16 made for motor vehicle washing, waxing, or vacuuming if the
17 washing, waxing, or vacuuming is done exclusively by coin-
18 operated equipment by the purchaser or user and no employee of
19 the seller of the service assists in the washing, waxing, or
20 vacuuming.

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