

FILED JAN 12 1998

SENATE FILE 2018  
BY GRONSTAL

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

**A BILL FOR**

1 An Act relating to the exemption from the state sales, services,  
2 and use taxes of foods purchased with or eligible for purchase  
3 with food coupons issued by the federal government.

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

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S.F. 2018

1 Section 1. Section 422.45, subsection 12, Code Supplement  
2 1997, is amended by striking the subsection.

3 Sec. 2. Section 422.45, subsection 12A, Code Supplement  
4 1997, is amended to read as follows:

5 12A. The gross receipts from the sale of foods purchased  
6 with or eligible for purchase with coupons issued under the  
7 federal Food Stamp Act of 1977, 7 U.S.C. § 2011, et seq.

8 EXPLANATION

9 Under present law there are two different exemptions from  
10 the state sales and use taxes for the purchase of food for  
11 human consumption. One exempts items purchased with food  
12 coupons issued by the federal government. The other exempts  
13 items that are eligible to be purchased with such food coupons  
14 but excludes certain food items from being exempt. The bill  
15 provides for only one exemption for the purchase of those food  
16 items which are purchased with or are eligible to be purchased  
17 with those food coupons.

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