

TRANSPORTATION
FILED FEB 14 2000

SENATE FILE 2157
BY JUDGE

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 use tax of the purchase
2 of truck chassis by a licensed motor vehicle dealer for the
3 purpose of modification and resale.

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

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SF 2157
TRANSPORTATION

1 Section 1. Section 423.4, Code Supplement 1999, is amended
2 by adding the following new subsection:

3 NEW SUBSECTION. 21. New truck chassis with a gross
4 vehicle weight rating of nineteen thousand pounds or more,
5 when purchased by a used motor vehicle dealer licensed under
6 chapter 322, which are to be modified by the mounting on the
7 chassis of municipal equipment, construction cranes, hook
8 loaders or related equipment and which are to be sold after
9 such modification. The used motor vehicle dealer may use the
10 modified motor vehicle for demonstration purposes without loss
11 of this exemption. Use tax shall be collected upon the
12 subsequent sale of the modified motor vehicle to a person
13 subject to the use tax.

14 EXPLANATION

15 The bill exempts from the state use tax the purchase of new
16 truck chassis by a licensed used motor vehicle dealer which
17 are to be modified by the mounting on the chassis of municipal
18 equipment, construction cranes, hook loaders or related
19 equipment and which are to be sold after such modification.
20 Use tax shall be collected upon the sale of the modified
21 vehicle.

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