

FILED MAR 2 1999

SENATE FILE 268

BY HAMMOND, DVORSKY, HARPER,
CONNOLLY, BOLKCOM, and
REDFERN

Passed Senate, Date _____ Passed House, Date _____

Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____

Approved _____

A BILL FOR

1 An Act exempting the sales of textbooks from the state sales and
2 use taxes.

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

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SF 268
WAYS & MEANS

1 Section 1. Section 422.45, Code 1999, is amended by adding
2 the following new subsection:

3 NEW SUBSECTION. 55. The gross receipts from the sale of
4 textbooks by a bookstore to a full-time or part-time student
5 enrolled at an accredited higher education institution. This
6 exemption applies only if the person presents evidence that
7 identifies the person as a student at an accredited higher
8 education institution and presents evidence of enrollment at
9 the institution. For purposes of this subsection:

10 a. "Accredited higher education institution" means the
11 same as defined in section 261.92.

12 b. "Bookstore" means a store that sells textbooks and is
13 located within the city limits of the accredited higher
14 education institution.

15 c. "Full-time student" means an individual who is enrolled
16 in a course of study for at least twelve semester hours or the
17 trimester or the quarter equivalent of twelve semester hours.

18 d. "Part-time student" means an individual who is enrolled
19 in a course of study for at least three semester hours or the
20 trimester or the quarter equivalent of three semester hours.

21 e. "Textbook" means the same as defined in section 301.1
22 but for students at accredited higher education institutions.

23 EXPLANATION

24 The bill exempts from the sales and use taxes the sale of
25 textbooks by a bookstore located in the city of an accredited
26 higher education institution to a full-time or part-time
27 student enrolled in such institution. The student must
28 provide proof of identification as a student and proof of
29 enrollment. Accredited higher education institutions include
30 the board of regents institutions, community colleges, and
31 private colleges and universities located in the state.
32 Textbooks include electronic textbooks, computer software,
33 interactive videodiscs, and other computer courseware and
34 magnetic media.

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