

FILED FEB 4 1999

SENATE FILE

96

BY HARPER

Passed Senate, Date _____ Passed House, Date _____

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

Approved _____

A BILL FOR

1 An Act relating to a sales and use tax exemption for unassisted
2 coin-operated motor vehicle wash, wax, and vacuum services.

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

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SF 96
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
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" means the same as defined in section
14 321.1.

15 EXPLANATION

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

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