

House File 640 - Introduced

HOUSE FILE 640

BY LUKAN

A BILL FOR

1 An Act providing a sales tax exemption for the sale of certain
2 biomass fuel-burning stoves.

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

1 Section 1. Section 423.3, Code 2011, is amended by adding
2 the following new subsection:

3 NEW SUBSECTION. 96. The sales price of a biomass
4 fuel-burning stove. For purposes of this subsection, "*biomass*
5 *fuel-burning stove*" means a stove qualifying as energy-efficient
6 building property under section 25C(d)(3)(E) of the federal
7 Internal Revenue Code.

8 EXPLANATION

9 This bill provides a sales tax exemption for certain biomass
10 fuel-burning stoves that qualify as energy-efficient building
11 property under section 25C(d)(3)(E) of the federal Internal
12 Revenue Code.

13 By operation of Code section 423.6, an item exempt from the
14 imposition of the sales tax is also exempt from the use tax
15 imposed in Code section 423.5.