

**House File 187 - Introduced**

HOUSE FILE 187  
BY PETTENGILL and R. TAYLOR

**A BILL FOR**

- 1 An Act relating to limousine drivers and services, including
- 2 sales and use taxes on such services.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1       Section 1. Section 321.1, subsection 8, Code 2017, is  
2 amended by adding the following new paragraph:

3       NEW PARAGRAPH. 1. A person operating a limousine is not a  
4 chauffeur.

5       Sec. 2. Section 325A.6, subsection 2, Code 2017, is amended  
6 to read as follows:

7       2. All motor vehicles providing taxicab services, having  
8 a seating capacity of less than seven passengers, and not  
9 operating on a regular route or between specified points, and  
10 all motor vehicles providing limousine services not operating  
11 on a regular route or between specified points, shall maintain  
12 primary automobile insurance in the amount of at least one  
13 million dollars because of bodily injury to or death of one or  
14 more persons and injury to or destruction of property of others  
15 in any one accident. A political subdivision of the state  
16 shall not enact an ordinance requiring insurance coverage for  
17 such vehicles in an amount different than the amount required  
18 by this subsection.

19       Sec. 3. Section 423.2, subsection 6, paragraph a, Code 2017,  
20 is amended to read as follows:

21       a. The sales price of any of the following enumerated  
22 services is subject to the tax imposed by subsection  
23 5: alteration and garment repair; armored car; vehicle repair;  
24 battery, tire, and allied; investment counseling; service  
25 charges of all financial institutions; barber and beauty; boat  
26 repair; vehicle wash and wax; campgrounds; carpentry; roof,  
27 shingle, and glass repair; dance schools and dance studios;  
28 dating services; dry cleaning, pressing, dyeing, and laundering  
29 excluding the use of self-pay washers and dryers; electrical  
30 and electronic repair and installation; excavating and  
31 grading; farm implement repair of all kinds; flying service;  
32 furniture, rug, carpet, and upholstery repair and cleaning; fur  
33 storage and repair; golf and country clubs and all commercial  
34 recreation; gun and camera repair; house and building moving;  
35 household appliance, television, and radio repair; janitorial

1 and building maintenance or cleaning; jewelry and watch  
2 repair; lawn care, landscaping, and tree trimming and removal;  
3 ~~limousine service, including driver;~~ machine operator; machine  
4 repair of all kinds; motor repair; motorcycle, scooter, and  
5 bicycle repair; oilers and lubricators; office and business  
6 machine repair; painting, papering, and interior decorating;  
7 parking facilities; pay television; pet grooming; pipe  
8 fitting and plumbing; wood preparation; executive search  
9 agencies; private employment agencies, excluding services  
10 for placing a person in employment where the principal place  
11 of employment of that person is to be located outside of the  
12 state; reflexology; security and detective services, excluding  
13 private security and detective services furnished by a peace  
14 officer with the knowledge and consent of the chief executive  
15 officer of the peace officer's law enforcement agency; sewage  
16 services for nonresidential commercial operations; sewing  
17 and stitching; shoe repair and shoeshine; sign construction  
18 and installation; storage of household goods, mini-storage,  
19 and warehousing of raw agricultural products; swimming pool  
20 cleaning and maintenance; tanning beds or salons; taxidermy  
21 services; telephone answering service; test laboratories,  
22 including mobile testing laboratories and field testing by  
23 testing laboratories, and excluding tests on humans or animals  
24 and excluding environmental testing services; termite, bug,  
25 roach, and pest eradicators; tin and sheet metal repair;  
26 transportation service consisting of the rental of recreational  
27 vehicles or recreational boats, or the rental of vehicles  
28 subject to registration which are registered for a gross  
29 weight of thirteen tons or less for a period of sixty days or  
30 less, or the rental of aircraft for a period of sixty days or  
31 less; Turkish baths, massage, and reducing salons, excluding  
32 services provided by massage therapists licensed under chapter  
33 152C; water conditioning and softening; weighing; welding;  
34 well drilling; wrapping, packing, and packaging of merchandise  
35 other than processed meat, fish, fowl, and vegetables; wrecking

1 service; wrecker and towing.

2 Sec. 4. LOCAL ORDINANCES VOID — VALIDITY OF  
3 PROCEEDINGS. On July 1, 2017, all local ordinances,  
4 regulations, and rules not consistent with this Act are  
5 void. However, this Act shall not affect the validity of any  
6 proceeding brought or punishment imposed prior to July 1, 2017,  
7 for a violation of such a local ordinance, regulation, or rule.

8 EXPLANATION

9 The inclusion of this explanation does not constitute agreement with  
10 the explanation's substance by the members of the general assembly.

11 This bill provides that persons operating limousines are not  
12 chauffeurs for the purposes of Code chapter 321 (motor vehicles  
13 and law of the road).

14 In addition, the bill requires motor vehicles providing  
15 limousine services to maintain primary automobile insurance in  
16 the amount of at least \$1 million because of bodily injury to  
17 or death of one or more persons and injury to or destruction  
18 of property of others in any one accident. The bill prohibits  
19 political subdivisions of the state from enacting ordinances  
20 requiring insurance coverage for such vehicles in an amount  
21 different than the required amount. On July 1, 2017, all local  
22 ordinances, regulations, and rules not consistent with the bill  
23 are void. However, the bill does not affect the validity of  
24 any proceeding brought or punishment imposed prior to July 1,  
25 2017, for a violation of such a local ordinance, regulation,  
26 or rule.

27 The bill removes limousine services from the list of  
28 services subject to the 6 percent sales and use tax.