

Senate File 35 - Introduced

SENATE FILE 35

BY ZAUN

A BILL FOR

1 An Act exempting investment counseling services and related
2 service charges from the state sales tax.

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

1 Section 1. Section 423.2, subsection 6, paragraph a, Code
2 2017, is amended to read as follows:

3 a. The sales price of any of the following enumerated
4 services is subject to the tax imposed by subsection
5 5: alteration and garment repair; armored car; vehicle repair;
6 battery, tire, and allied; ~~investment counseling~~; service
7 charges of all financial institutions, excluding service
8 charges for investment counseling; barber and beauty; boat
9 repair; vehicle wash and wax; campgrounds; carpentry; roof,
10 shingle, and glass repair; dance schools and dance studios;
11 dating services; dry cleaning, pressing, dyeing, and laundering
12 excluding the use of self-pay washers and dryers; electrical
13 and electronic repair and installation; excavating and
14 grading; farm implement repair of all kinds; flying service;
15 furniture, rug, carpet, and upholstery repair and cleaning; fur
16 storage and repair; golf and country clubs and all commercial
17 recreation; gun and camera repair; house and building moving;
18 household appliance, television, and radio repair; janitorial
19 and building maintenance or cleaning; jewelry and watch
20 repair; lawn care, landscaping, and tree trimming and removal;
21 limousine service, including driver; machine operator; machine
22 repair of all kinds; motor repair; motorcycle, scooter, and
23 bicycle repair; oilers and lubricators; office and business
24 machine repair; painting, papering, and interior decorating;
25 parking facilities; pay television; pet grooming; pipe
26 fitting and plumbing; wood preparation; executive search
27 agencies; private employment agencies, excluding services
28 for placing a person in employment where the principal place
29 of employment of that person is to be located outside of the
30 state; reflexology; security and detective services, excluding
31 private security and detective services furnished by a peace
32 officer with the knowledge and consent of the chief executive
33 officer of the peace officer's law enforcement agency; sewage
34 services for nonresidential commercial operations; sewing
35 and stitching; shoe repair and shoeshine; sign construction

1 and installation; storage of household goods, mini-storage,
2 and warehousing of raw agricultural products; swimming pool
3 cleaning and maintenance; tanning beds or salons; taxidermy
4 services; telephone answering service; test laboratories,
5 including mobile testing laboratories and field testing by
6 testing laboratories, and excluding tests on humans or animals
7 and excluding environmental testing services; termite, bug,
8 roach, and pest eradicators; tin and sheet metal repair;
9 transportation service consisting of the rental of recreational
10 vehicles or recreational boats, or the rental of vehicles
11 subject to registration which are registered for a gross
12 weight of thirteen tons or less for a period of sixty days or
13 less, or the rental of aircraft for a period of sixty days or
14 less; Turkish baths, massage, and reducing salons, excluding
15 services provided by massage therapists licensed under chapter
16 152C; water conditioning and softening; weighing; welding;
17 well drilling; wrapping, packing, and packaging of merchandise
18 other than processed meat, fish, fowl, and vegetables; wrecking
19 service; wrecker and towing.

20

EXPLANATION

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

23 This bill exempts the furnishing of investment counseling
24 services, including service charges by financial institutions
25 for investment counseling, from the state sales tax.

26 By operation of Code section 423.6, an item exempt from the
27 imposition of the sales tax is also exempt from the use tax
28 imposed in Code section 423.5.