

Senate File 2046 - Introduced

SENATE FILE 2046

BY WHITING

A BILL FOR

1 An Act exempting the services furnished by executive search
2 agencies and private employment agencies from the state
3 sales and use tax.

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

S.F. 2046

1 Section 1. Section 423.2, subsection 6, paragraphs ap and
2 aq, Code 2020, are amended by striking the paragraphs.

3 EXPLANATION

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

6 This bill exempts the services furnished by an executive
7 search agency or a private employment agency from the state
8 sales and use tax.

9 By operation of Code section 423.6, an item exempt from the
10 imposition of the sales tax is also exempt from the use tax
11 imposed in Code section 423.5.