

Reported Recommending
Ind. Postponed
Passed House
Failed to Pass House
Passed Senate
Failed to Pass Senate

House File 63

January 21, 1947.
Ways and Means.

By McFARLANE and REDMAN.

A BILL FOR

An Act to impose a sales tax of five per cent (5%) upon all liquor sold by the Iowa state liquor stores, for the purpose of providing revenue for incorporated cities and towns of the state for police purposes; providing for the collection of such tax by the state liquor control commission and for the apportionment thereof to the cities and towns of the state; and amending section one hundred twenty-three point eighteen (123.18) and section one hundred twenty-three point fifty (123.50), Code 1946.

Be It Enacted by the General Assembly of the State of Iowa:

1 Section 1. Section one hundred twenty-three point
2 eighteen (123.18), Code 1946, is hereby amended by adding
3 the following: "Effective as of March 1, 1947, the commission
4 shall, in addition to the regular price fixed by it upon all
5 liquors sold, collect a tax of five per cent (5%) on such
6 purchase prices as fixed, upon each and every sale of liquor
7 made by the state liquor stores. Said tax being hereby imposed
8 for the purpose of assisting in defraying the expenses of
9 police protection in all incorporated cities and towns of the
10 state. Said tax shall be in addition to the regular two
11 percent (2%) sales tax provided by law."

1 Sec. 2. Section one hundred twenty-three point fifty

2 (123.50), Code 1946, is hereby amended by adding the
3 following: "All proceeds of the five percent (5%) tax
4 provided for in section one hundred twenty-three point
5 eighteen (123.18), as amended, shall be set aside by the
6 state liquor commission for distribution to the general fund
7 of cities and towns in the state in proportion to the
8 population that each incorporated city and town bears to the
9 total population of all incorporated cities and towns in the
10 state, as computed by the latest federal census. Such
11 apportionment shall be made semiannually, as of July first and
12 January first of each year. Warrants for the same shall be
13 issued by the state comptroller on certification by the state
14 liquor control commission, and mailed to the city clerk of
15 each incorporated city and town of the state, and shall be made
16 payable to the general fund of such incorporated city or town,
17 and shall be subject to expenditure for police purposes under
18 the direction of the city council or other governing bodies of
19 such incorporated city or town.

1 Sec. 3. In any case where a city has been incorporated
2 since the last federal census, the mayor and council shall
3 certify to the state liquor control commission the actual
4 population of such incorporated city and town as of date of
5 incorporation, and its apportionment of funds under this Act
6 shall be based upon such certification until the next federal
7 census enumeration. No apportionment shall be made to any
8 community which has dissolved its corporation for any period

9 after said corporation has been dissolved.

1 Sec. 4. This Act shall apply to cities under special
2 charter.

1 Sec. 5. This Act being deemed of immediate importance,
2 shall be in full force and effect from and after its passage
3 and publication in the, a newspaper
4 published at, Iowa, and the,
5 a newspaper published at, Iowa.

EXPLANATION OF H. F. 63

This bill is a relatively simple proposal carrying out the recommendations already discussed that the incorporated cities and towns of the state be allocated funds to assist in police activities necessary because of the sale of liquor at state liquor stores. The five per cent imposed would be collected by the state liquor control commission, in the same manner as the present sales tax is collected and apportioned to incorporated cities and towns on a basis of population. Cost of administration would be very small.