

April 10, 1951.  
Passed on File.

**Senate File 504**  
By COMMITTEE ON WAYS AND MEANS.

Passed Senate, Date.....  
Vote: Ayes..... Nays.....  
Passed House, Date .....  
Vote: Ayes..... Nays.....  
Approved .....

## A BILL FOR

An Act to amend chapter three hundred twenty-four (324),  
Code 1950, relating to motor vehicle fuel tax.

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

1 Section 1. Section three hundred twenty-four point  
2 one (324.1), Code 1950, is hereby amended by adding thereto  
3 a new subsection as follows:

4 "The term 'exclusive industrial user' shall mean any  
5 person who uses naphthas and coal tar solvents exclusively  
6 for industrial purposes, not for the operation of motor  
7 vehicles, and who is not engaged in the business of  
8 selling motor fuel."

1 Sec. 2. Section three hundred twenty-four point two  
2 (324.2), Code 1950, is hereby amended by adding thereto  
3 the following: "Provided, however, that no tax is imposed  
4 on naphthas and coal tar solvents sold to, imported or  
5 used by any exclusive industrial user who is licensed by  
6 the state treasurer as provided in this chapter to purchase  
7 and use such products tax free for exclusive industrial  
8 use and not for the operation of motor vehicles."

1     Sec. 3. Section three hundred twenty-four point thirteen  
2     (324.13), Code 1950, is hereby amended by adding thereto the  
3     following new subsection:

4     “The total number of gallons of naphthas and coal tar  
5     solvents sold tax free to each exclusive industrial user  
6     licensed by the state treasurer as provided in this chapter  
7     together with the name and address of such industrial user,  
8     or in the event the distributor is an exclusive industrial  
9     user, the total number of gallons received and used by  
10    such industrial users.”

1     Sec. 4. Chapter three hundred twenty-four (324), Code  
2     1950, is hereby amended by adding thereto the following  
3     new section:

4     “A person who is an exclusive industrial user of  
5     naphthas and coal tar solvents and who buys such fuel from  
6     outside the state or orders delivery from a refinery or  
7     from a marine or pipeline terminal within the state, shall  
8     obtain authorization for such purchases from the state  
9     treasurer and post a bond in the form and in a sum approved  
10    by him, after which such naphthas and coal tar solvents will  
11    be exempt from the motor vehicle fuel license fee of four  
12    cents (4c) per gallon imposed by this section. Provided,  
13    however, that on or before the twentieth (20th.) day of  
14    each calendar month such user shall file with the state  
15    treasurer invoices covering all purchases as set forth in  
16    this paragraph received by him during the preceding month,

17 accompanied by an affidavit on a form prescribed and  
18 furnished by the treasurer, certifying that all the  
19 naphthas and coal tar solvents so received is for industrial  
20 use only and that no part of same has been or will be used  
21 to propel motor vehicles on the highways of this state or  
22 for any other taxable purpose.”