

February 14, 1963.
Tax Revision.

House File 261
By DIETZ.

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

A BILL FOR

An Act relating to payment and remittance of sales tax.

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

1 Section 1. Section four hundred twenty-two point forty-
2 five (422.45), Code 1962, is amended as follows:

3 1. Strike all of subsection three (3), lines one (1) to
4 seven (7), inclusive.

5 2. Strike all of subsection five (5), lines one (1) to
6 sixteen (16), inclusive.

7 3. Strike all of subsection six (6), lines one (1) to
8 forty-eight (48), inclusive.

1 Sec. 2. Section four hundred twenty-two point fifty-two
2 (422.52), Code 1962, is amended as follows:

3 1. Strike all of subsection one (1) and insert in lieu
4 thereof the following:

5 "The tax levied hereunder shall be due and payable monthly
6 by the retailer on or before the last day of the month after
7 collection."

8 2. Add at the end of said section a new subsection as
9 follows:

10 "Each retailer before making the return and paying the tax
11 provided under this division, may deduct and retain two per-
12 cent thereof as compensation for collecting and remitting the
13 tax."

- 1 **Sec. 3. Section four hundred twenty-two point fifty-one**
- 2 **(422.51), Code 1962, is amended as follows:**
- 3 **1. Strike from subsection one (1), lines one (1) to**
- 4 **seven (7), inclusive, and insert in lieu thereof the following:**
- 5 **“The retailer shall, on or before the last day of the month**
- 6 **following the month the tax is collected, make out a return for**
- 7 **the preceding month in such form”.**
- 8 **2. Strike from line five (5) of subsection two (2) the**
- 9 **word “quarterly” and insert in lieu thereof the word “monthly”.**

EXPLANATION OF HOUSE FILE 261

This bill will eliminate some of the exemptions from sales tax in areas where no hardship will result. It also gives the retailer compensation for being a tax collector and provides for monthly returns. The net result will be an increase of revenue and at the same time make the tax more popular with the retailers.