

MAR 6 2001
WAYS AND MEANS

HOUSE FILE 521
BY ARNOLD

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

A BILL FOR

1 An Act exempting from the local sales and services tax for school
2 infrastructure purposes, sales made at the Iowa state fair and
3 the sale or use of natural gas and electricity at the Iowa
4 state fair.

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

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HF 521

1 Section 1. Section 422E.3, subsection 2, Code 2001, is
2 amended to read as follows:

3 2. The tax shall be imposed on the same basis as the state
4 sales and services tax or in the case of the use of natural
5 gas, natural gas service, electricity, or electric service on
6 the same basis as the state use tax and shall not be imposed
7 on the sale of any property or on any service not taxed by the
8 state, except the tax shall not be imposed on the gross
9 receipts from the sale of motor fuel or special fuel as
10 defined in chapter 452A, on the gross receipts from the rental
11 of rooms, apartments, or sleeping quarters which are taxed
12 under chapter 422A during the period the hotel and motel tax
13 is imposed, on the gross receipts from the sale of equipment
14 by the state department of transportation, on the gross
15 receipts from the sale of self-propelled building equipment,
16 pile drivers, motorized scaffolding, or attachments
17 customarily drawn or attached to self-propelled building
18 equipment, pile drivers, and motorized scaffolding, including
19 auxiliary attachments which improve the performance, safety,
20 operation, or efficiency of the equipment, and replacement
21 parts and are directly and primarily used by contractors,
22 subcontractors, and builders for new construction,
23 reconstruction, alterations, expansion, or remodeling of real
24 property or structures, and on the gross receipts from the
25 sale of a lottery ticket or share in a lottery game conducted
26 pursuant to chapter 99E, and on the gross receipts from sales
27 made at the Iowa state fair held in Des Moines, and except the
28 tax shall not be imposed on the gross receipts from the sale
29 or use of natural gas, natural gas service, electricity, or
30 electric service in a city or county where the gross receipts
31 from the sale of natural gas or electric energy are subject to
32 a franchise fee or user fee during the period the franchise or
33 user fee is imposed or from the sale or use of natural gas,
34 natural gas service, electricity, or electric service at the
35 Iowa state fair held in Des Moines.

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EXPLANATION

This bill exempts from the local sales and services tax for school infrastructure purposes sales made at the Iowa state fair including the sales and use of natural gas, natural gas service, electricity, or electric service.