

MAR 2 2 2006
WAYS & MEANS CALENDAR

HOUSE FILE 2763
BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO HF 2295)

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

A BILL FOR

- 1 An Act relating to sales and use tax exemptions for commercial
2 breeders of canines.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

HOUSE FILE 2763

H-8451

- 1 Amend House File 2763 as follows:
2 1. Page 1, line 3, by striking the word "The" and
3 inserting the following:
4 "a. Subject to paragraph "b", the".
5 2. Page 1, line 7, by striking the word "a." and
6 inserting the following: "(1)".
7 3. Page 1, line 8, by striking the word "b." and
8 inserting the following: "(2)".
9 4. Page 1, line 10, by striking the word "c." and
10 inserting the following: "(3)".
11 5. Page 1, line 13, by striking the word "d." and
12 inserting the following: "(4)".
13 6. Page 1, line 16, by striking the word "e." and
14 inserting the following: "(5)".
15 7. Page 1, by inserting after line 17 the
16 following:
17 "b. The items designated in paragraph "a",
18 subparagraphs (1) through (5), are only exempt if the
19 sales occurs during the fiscal year for which the
20 appropriations to the division of vocational
21 rehabilitation services of the department of education
22 for that fiscal year are sufficient to provide the
23 maximum funds needed to match the total federal
24 vocational rehabilitation allocation available to the
25 state as certified by the department of education."

By WINCKLER of Scott
JOCHUM of Dubuque

H-8451 FILED APRIL 3, 2006

1 Section 1. Section 423.3, Code Supplement 2005, is amended
2 by adding the following new subsection:

3 NEW SUBSECTION. 89. The sales price from sale of the
4 following to commercial breeders of canines licensed or
5 registered pursuant to chapter 162 to be used in the
6 commercial breeder's operation:

- 7 a. Breeding canine stock.
- 8 b. Food and medication used in disease control or health
9 promotion of canines.
- 10 c. Tangible personal property to be consumed as fuel in
11 creating heat, power, or steam for providing heat or cooling
12 for buildings used to house canines.
- 13 d. Wood chips, sawdust, hay, straw, paper, or other
14 materials used for bedding in the breeding and production of
15 canines.
- 16 e. Gas, electricity, water, or heat to be used in
17 implements engaged in the breeding and production of canines.

18 EXPLANATION

19 This bill exempts from taxation the sales of certain items
20 used in the breeding and production of canines by a commercial
21 breeder of canines that is licensed by Iowa or licensed by the
22 federal government and registered in Iowa.

23 The items exempted are breeding canine stock; food and
24 medication; fuel used to heat or cool buildings used to house
25 canines; bedding materials; and gas, electricity, water, or
26 heat used in implements engaged in the breeding and production
27 of canines.

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