

IN THE HOUSE OF REPRESENTATIVES

HOUSE BILL NO. 86

BY REVENUE AND TAXATION COMMITTEE

AN ACT

1 RELATING TO SALES TAX; AMENDING CHAPTER 36, TITLE 63, IDAHO CODE, BY THE AD-
2 DITION OF A NEW SECTION 63-362200, IDAHO CODE, TO PROVIDE A SALES TAX EX-
3 EMPTION FOR THE LABOR COST OF ADDING ACCESSORIES TO A NEW VEHICLE.
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5 Be It Enacted by the Legislature of the State of Idaho:

6 SECTION 1. That Chapter 36, Title 63, Idaho Code, be, and the same is
7 hereby amended by the addition thereto of a NEW SECTION, to be known and des-
8 ignated as Section 63-362200, Idaho Code, and to read as follows:

9 63-362200. LABOR FOR NEW VEHICLE ACCESSORIES. (1) There is hereby ex-
10 empted from the taxes imposed by this chapter a motor vehicle dealer's labor
11 or service charge to add accessories to new factory-delivered vehicles, when
12 sold in conjunction with the new vehicle.

13 (2) For the purposes of this section:

14 (a) "Accessories" means an object, feature, or device that does not
15 come standard with a motor vehicle to a motor vehicle dealer from a
16 vehicle manufacturer or distributor, but may be ordered by the retail
17 customer as an addition to the motor vehicle to enhance the performance,
18 effectiveness, or beauty of the motor vehicle. Examples include, but
19 are not limited to, saddlebags for a motorcycle, truck bed coating, and
20 storage racks, chemical or film paint sealant, rustproofing, under-
21 coating, stereo or sound systems, anti-theft devices, alarm systems,
22 wheel locks, window tinting, splash guards, or fabric protection for
23 motor vehicles. "Accessories" does not mean a service or maintenance
24 contract.

25 (b) "Motor vehicle" means a passenger car, moped, motorbike, motor-
26 cycle, motor-driven cycle, motorized wheelchair, electric personal
27 assistive mobility device, neighborhood electric vehicle, specialty
28 off-highway vehicle, all-terrain vehicle, utility type vehicle, all
29 as defined in chapter 1, title 49, Idaho Code, or a vessel, as defined
30 in section 63-3622R(a)(4), Idaho Code, or any other motorized vehi-
31 cle not described in this paragraph. "Motor vehicle" does not mean
32 aircraft as defined in section 21-101, Idaho Code, a bus, motor home,
33 recreational vehicle, park model recreational vehicle, farm tractor
34 or other self-propelled farm equipment, any type of trailer, special
35 mobile equipment, commercial vehicle or truck exceeding eight thou-
36 sand (8,000) pounds, or authorized emergency vehicle, all as defined in
37 chapter 1, title 49, Idaho Code.