

done with this particular item is to further define it with a subsection (d), and for that purpose, I think I will withdraw the amendment and work on that for Select File, and handle it in that manner. Thank you.

SPEAKER WITHEM: The amendment is withdrawn. Mr. Clerk, next item.

ASSISTANT CLERK: Mr. President, Senator Beutler would move to amend.

SPEAKER WITHEM: Senator Beutler.

ASSISTANT CLERK: Senator, this is the one that is numbered number 5. (See page 1858 of the Legislative Journal.)

SENATOR BEUTLER: Yes, number 5, Senator Withem, members of the Legislature, strikes the word "storage" on line 3 of page 2, and, Senator Dierks, perhaps you could help me with this, because what I wanted to get into now is just an understanding of how you grammatically read that first sentence in the bill because, frankly, I have a lot of trouble reading it and trying to understand exactly what is required, and that is why I struck the word "storage" to try to illustrate or to try to figure out how this all fits together. The sentence starts out, "Sales and use taxes shall not be imposed on the gross receipts from the sale, lease, or rental of", and then it says "and", "and the storage, use, or other consumption...". Storage, it seems to me, is not another consumption, so I don't really understand how storage, use, and other consumption relate, but, apparently, to start with, you have to have both a sale, lease, or rental, and then you also have to have storage, use, or other consumption. Well, I couldn't quite figure out why the word "storage" was there, to start with, because if it is not...if it is not consumed in the process or not used in a process, then why should be exempt it from taxation? I mean, the whole theory is that it is a business input or it is a component part of the whole, one of those two things is the reason that we are exempting them. So if you had just a sale, for example, and storage, with nothing else, I am not sure why that would qualify you for the tax exemption. But then I went on a little bit in that sentence and was...and I wanted to ask one other question of clarification, first of all, so I understand how it works. It says, the storage, use or other consumption in this state. How does it work, Senator, when they sell something such as