

state?

SENATOR DIERKS: That is not my problem. My problem is to see that it isn't taxed in this state. Now, other states...

SENATOR BEUTLER: But that's...you are begging the question. How do you know if it is taxed in this state if you don't know where it is consumed?

SENATOR DIERKS: It isn't taxed in this state.

SENATOR BEUTLER: Well, I'm just...but I am giving you the hypothetical that it is consumed in Iowa.

SENATOR DIERKS: All right, then it isn't taxed.

SENATOR BEUTLER: Then it's not taxed in this state, right?

SENATOR DIERKS: No, but it isn't taxed...

SENATOR BEUTLER: Then, I mean, I'm sorry, it is taxed in this state, right?

SENATOR DIERKS: No, it is not.

SENATOR BEUTLER: Why not, it is not consumed in this state and, therefore, it doesn't qualify under the language.

SENATOR DIERKS: I don't know that it is going to be consumed in Iowa. I doubt very much that it is because we don't have that sort of border bleeding that way, it is the other way.

SENATOR BEUTLER: But do you see the point I am trying to make? If I...if I am understanding this language correctly, it says that this exemption only applies if there is storage, use, or other consumption in this state, and I am asking you how then does the seller know whether the tax is to be applied?

SENATOR DIERKS: I am not sure what you are after, Senator Beutler. If I...I guess that my idea is that we are trying to exempt these products from this state because they are exempted in other states, and we are trying to make ourselves on an even playing field with these other states.

SENATOR BEUTLER: Okay, it may well be something I am not