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SENATOR SCHROCK: Mr. President, members of the Legislature, I have more questions than answers, but I understand there is more answers coming so I'm going to give my time back to the Chair.

SENATOR CUDABACK: Thank you, Senator Schrock. Senator Brashear...I meant, I am sorry, Senator Raikes, you're next.

SENATOR RAIKES: Thank you, Mr. President and members. I was looking for Senator Landis and I don't see him. I did want to ask...oh, maybe he'll show up. I did want to ask him a question about the 50 percent assumption that he mentioned as a part of this amendment. Senator Landis, thank you, if you would respond to this question if I eventually can get it out for you. One of the things, and Senator Vrtiska mentioned this, too, the desirability of simplification. And let me just set a situation for you and ask you how you think this would be impacted. Suppose I hire a plumber to install a water heater in my house. I think the way that would work if there...and I'm not sure if installing a water heater is installation labor, which I think is currently taxed, or repair labor which would be taxed, and that's part of the issue. And suppose that this job involved not only putting in a new water heater but maybe there was some pipes or something that had to be fixed so that that would be, in a sense, a repair job. The way it's going to happen now is that the plumber could go to the wholesale place without the plumber ever even having a sales tax number, buy the water heater, pay the sales tax on the wholesale price of it at the plumbing store, install it, and then charge me for the labor and that may or may not include tax. And that's part of what I want to understand. Are we adding a tax on that labor? If we are adding a tax on the labor, let me go on to this question. With the tax on the labor, wouldn't it be the usual practice for the plumber to just simply hand me a bill for the total water heater and labor and say, okay, times 7 percent tax, this is what you owe? That, to me, would be somewhat of a simplification. Is that what you envision here, and if so, how does the 50 percent assumption come into that?

SENATOR CUDABACK: Senator Landis, would you respond?