

1 State of Arkansas
2 92nd General Assembly
3 Regular Session, 2019
4

A Bill

SENATE BILL 582

5 By: Senator B. Johnson
6 By: Representative Richmond
7

For An Act To Be Entitled

9 AN ACT TO PROVIDE A SALES AND USE TAX REFUND FOR
10 MACHINERY AND EQUIPMENT USED TO MODIFY, REPLACE, OR
11 REPAIR MOLDS AND DIES USED IN MANUFACTURING; AND FOR
12 OTHER PURPOSES.
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Subtitle

15 TO PROVIDE A SALES AND USE TAX REFUND FOR
16 MACHINERY AND EQUIPMENT USED TO MODIFY,
17 REPLACE, OR REPAIR MOLDS AND DIES USED IN
18 MANUFACTURING.
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22 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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24 SECTION 1. Arkansas Code § 26-52-447(a), concerning the sales tax
25 refund related to the partial replacement and repair of certain machinery and
26 equipment, is amended to read as follows:

27 (a) The taxes levied under §§ 26-52-301 and 26-52-302 on the gross
28 receipts or gross proceeds from the sale of the following are subject to a
29 refund as provided in this section:

30 (1) Machinery and equipment purchased to modify, replace, or
31 repair, either in whole or in part, existing machinery or equipment used
32 directly in producing, manufacturing, fabricating, assembling, processing,
33 finishing, or packaging articles of commerce at a manufacturing or processing
34 plant or facility in this state; ~~and~~

35 (2) Service relating to the initial installation, alteration,
36 addition, cleaning, refinishing, replacement, or repair of machinery or



1 equipment described in subdivision (a)(1) of this section; and

2 (3) Machinery and equipment purchased to modify, replace, or
3 repair, either in whole or in part, existing molds and dies used directly in
4 producing, manufacturing, fabricating, assembling, processing, finishing, or
5 packaging articles of commerce at a manufacturing or processing plant or
6 facility in this state.

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8 SECTION 2. Arkansas Code § 26-53-149(a), concerning the use tax refund
9 related to the partial replacement and repair of certain machinery and
10 equipment, is amended to read as follows:

11 (a) The taxes levied under §§ 26-53-106 and 26-53-107 on the privilege
12 of storing, using, distributing, or consuming the following within this state
13 are subject to a refund as provided in this section:

14 (1) Machinery and equipment purchased to modify, replace, or
15 repair, either in whole or in part, existing machinery or equipment used
16 directly in producing, manufacturing, fabricating, assembling, processing,
17 finishing, or packaging articles of commerce at a manufacturing or processing
18 plant or facility in this state; ~~and~~

19 (2) Service relating to the initial installation, alteration,
20 addition, cleaning, refinishing, replacement, or repair of machinery or
21 equipment described in subdivision (a)(1) of this section; and

22 (3) Machinery and equipment purchased to modify, replace, or
23 repair, either in whole or in part, existing molds and dies used directly in
24 producing, manufacturing, fabricating, assembling, processing, finishing, or
25 packaging articles of commerce at a manufacturing or processing plant or
26 facility in this state.

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28 SECTION 3. EFFECTIVE DATE. Sections 1 and 2 of this act are effective
29 on the first day of the calendar quarter following the effective date of this
30 act.