

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.

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33 **APPROVED: 4/8/19**