

State of Arkansas
89th General Assembly
Regular Session, 2013

A Bill

DRAFT JLL/CEH
HOUSE BILL

By: Representative D. Altes

Filed with: Arkansas Legislative Council
pursuant to A.C.A. §10-3-217.

For An Act To Be Entitled

AN ACT TO EXEMPT REPAIR OR REPLACEMENT PARTS FOR FARM
EQUIPMENT AND MACHINERY FROM THE GROSS RECEIPTS AND
USE TAX; AND FOR OTHER PURPOSES.

Subtitle

TO EXEMPT REPAIR OR REPLACEMENT PARTS FOR
FARM EQUIPMENT AND MACHINERY FROM THE
GROSS RECEIPTS AND USE TAX.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. Arkansas Code § 26-52-403, concerning the sales tax
exemption for farm equipment and machinery, is amended to add a new
subsection to read as follows:

(d) The gross receipts or gross proceeds derived from the sale of
repair parts and replacement parts used to repair farm equipment and
machinery are exempt from the gross receipts tax levied by the Arkansas Gross
Receipts Tax Act of 1941, § 26-52-101 et seq., and the compensating use tax
levied by the Arkansas Compensating Tax Act of 1949, § 26-53-101 et seq.

SECTION 2. EFFECTIVE DATE. Section 1 of this act is effective on the
first day of the calendar quarter following the effective date of this act.

Referral requested by: Representative Denny Altes
Prepared by: JLL/CEH