

Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1 State of Arkansas
2 86th General Assembly
3 Regular Session, 2007

A Bill

HOUSE BILL 1701

4
5 By: Representative Dunn
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For An Act To Be Entitled

8
9 AN ACT TO EXEMPT AGRICULTURAL AIRCRAFT FROM THE
10 SALES AND USE TAX; AND FOR OTHER PURPOSES.
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Subtitle

12
13 TO EXEMPT AGRICULTURAL AIRCRAFT FROM THE
14 SALES AND USE TAX.
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17 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
18

19 SECTION 1. Arkansas Code § 26-52-403(a), concerning the exemption of
20 farm equipment and machinery from the gross receipts tax, is amended to read
21 as follows:

22 (a) As used in this section:

23 (1) "Agricultural aircraft" means aircraft used in the
24 production of food or fiber to haul and apply agricultural chemicals,
25 fertilizer, herbicides, or pesticides to agricultural crops by a commercial
26 provider to a farmer or by the farmer's own aircraft;

27 ~~(1)~~ (2)(A) "Farm equipment and machinery" means implements used
28 exclusively and directly in farming.

29 (B) "Farm equipment and machinery" includes:

30 (i) Irrigation pipe used to carry water from an
31 irrigation well to the crops produced in farming regardless of whether the
32 irrigation pipe is used above ground or is buried underground; ~~and~~

33 (ii) Implements used to harvest crops produced in
34 farming by others; ~~and~~

35 (iii) Agricultural aircraft.

36 (C) However, other than agricultural aircraft defined in



1 subsection (a) of this section, "farm equipment and machinery" shall not
2 include implements used in the production and severance of timber, motor
3 vehicles of a type subject to registration, airplanes, or hand tools; and
4 ~~(2)~~(3) "Farming" means the agricultural production of food or
5 fiber as a business or the agricultural production of grass sod or nursery
6 products as a business.

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