

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 87th General Assembly
3 Regular Session, 2009
4

As Engrossed: S3/3/09
A Bill

SENATE BILL 223

5 By: Senator Laverty
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8 **For An Act To Be Entitled**

9 AN ACT TO PROVIDE A SALES AND USE TAX EXEMPTION
10 FOR MATERIALS USED BY FARMERS TO BALE HAY; AND
11 FOR OTHER PURPOSES.
12

13 **Subtitle**

14 TO PROVIDE A SALES AND USE TAX EXEMPTION
15 FOR MATERIALS USED BY FARMERS TO BALE
16 HAY.
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19 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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21 SECTION 1. Arkansas Code § 26-52-408 is amended to read as follows:

22 26-52-408. Certain bagging, packaging, or tying materials.

23 (a) Gross receipts and gross proceeds derived from the sale of bagging
24 and other packaging and tie materials sold to and used by cotton gins in
25 Arkansas for packaging or tying baled cotton are exempt from the Arkansas
26 gross receipts tax.

27 (b) Gross receipts and gross proceeds derived from the sale of twine
28 which is used in the production of tomato crops are exempt from the Arkansas
29 gross receipts tax.

30 (c) Gross receipts and gross proceeds derived from the sale of twine
31 and other packaging and tie materials sold to and used by a farmer in
32 Arkansas for bailing, packaging, or tying agricultural products are exempt
33 from the gross receipts tax levied by this chapter and the compensating use
34 tax levied by the Arkansas Compensating Tax Act of 1949, § 26-53-101 et seq..
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36 SECTION 2. Section 1 of this act is effective on the first day of the



1 calendar quarter following the effective date of this act.

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/s/ Lavery

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