1 State of Arkansas
2 91st General Assembly
3 Regular Session, 2017

A Bill

HOUSE BILL 1263

5 By: Representative Jett

For An Act To Be Entitled

8 AN ACT TO CREATE A SALES AND USE TAX EXEMPTION FOR
9 PARTS FOR AND REPAIR OF AGRICULTURAL EQUIPMENT AND
10 MACHINERY; AND FOR OTHER PURPOSES.

Subtitle

14 TO CREATE A SALES AND USE TAX EXEMPTION
15 FOR PARTS FOR AND REPAIR OF AGRICULTURAL
16 EQUIPMENT AND MACHINERY.

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

21 SECTION 1. Arkansas Code Title 26, Chapter 52, Subchapter 4, is
22 amended to add an additional section to read as follows:
23 26-52-452. Parts for and repair of agricultural equipment and
24 machinery.
25 The gross receipts or gross proceeds derived from the sale of the
26 following are exempt from the gross receipts tax levied by this chapter and
27 the compensating use tax levied by the Arkansas Compensating Tax Act of 1949,
28 § 26-53-101 et seq.:
29 (1) Parts purchased to modify, replace, or repair, either in
30 whole or in part, existing agricultural machinery or equipment, including
31 without limitation aviation machinery and equipment, used in a commercial
32 agricultural production in this state; and
33 (2) Services relating to the initial installation, alteration,
34 addition, cleaning, refinishing, replacement, or repair of agricultural
35 machinery or equipment, including without limitation aviation machinery and
36 equipment, used in a commercial agricultural production in this state.

1

2   SECTION 2.   EFFECTIVE DATE.   Section 1 of this act is effective on the

3 first day of the calendar quarter following the effective date of this act.

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

36

01-21-2017 16:07:35 JLL137