

1 State of Arkansas
2 93rd General Assembly
3 Regular Session, 2021
4

A Bill

HOUSE BILL 1818

5 By: Representative Beaty Jr.
6 By: Senator Gilmore
7

For An Act To Be Entitled

9 AN ACT TO CREATE A SALES AND USE TAX EXEMPTION FOR
10 PARTS PURCHASED TO REPAIR AGRICULTURAL EQUIPMENT AND
11 MACHINERY AND TIMBER EQUIPMENT AND MACHINERY; AND FOR
12 OTHER PURPOSES.
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Subtitle

16 TO CREATE A SALES AND USE TAX EXEMPTION
17 FOR PARTS PURCHASED TO REPAIR
18 AGRICULTURAL EQUIPMENT AND MACHINERY AND
19 TIMBER EQUIPMENT AND MACHINERY.
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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 Title 26, Chapter 52, Subchapter 4, is
25 amended to add an additional section to read as follows:

26 26-52-453. Parts to repair agricultural equipment and machinery or
27 timber equipment and machinery.

28 (a) As used in this section:

29 (1) "Agricultural equipment and machinery" means implements used
30 exclusively and directly in a commercial agricultural production in this
31 state; and

32 (2) "Timber equipment and machinery" means implements used
33 exclusively in the commercial production, harvesting, or processing of timber
34 in this state.

35 (b) The gross receipts or gross proceeds derived from the sale of
36 parts purchased to repair, either in whole or in part, existing agricultural



1 equipment and machinery or timber equipment and machinery are exempt from the
2 gross receipts tax levied by this chapter and the compensating use tax levied
3 by the Arkansas Compensating Tax Act of 1949, § 26-53-101 et seq.

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5 SECTION 2. EFFECTIVE DATE. Section 1 of this act is effective on and
6 after January 1, 2022.