

Stricken language would be deleted from and underlined language would be added to present law.

State of Arkansas
93rd General Assembly
Regular Session, 2021

As Engrossed: H4/13/21
A Bill

HOUSE BILL 1818

By: Representatives Beaty Jr., Bentley, Christiansen, Gonzales, Lundstrum, McClure, M. McElroy,
Milligan, Richmond, Rye, Tollett, Watson

By: Senator Gilmore

For An Act To Be Entitled

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

Subtitle

TO CREATE A SALES AND USE TAX EXEMPTION
FOR PARTS PURCHASED TO REPAIR
AGRICULTURAL EQUIPMENT AND MACHINERY AND
TIMBER EQUIPMENT AND MACHINERY.

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

SECTION 1. Arkansas Code Title 26, Chapter 52, Subchapter 4, is amended to add an additional section to read as follows:

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

(a) As used in this section:

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

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

(b) The gross receipts or gross proceeds derived from the sale of



parts purchased to repair, either in whole or in part, existing agricultural equipment and machinery or timber equipment and machinery are exempt from the gross receipts tax levied by this chapter 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 and after January 1, 2022.

/s/Beaty Jr.