

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 158

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Version: As introduced

Authors: Urdahl and others

Subject: Expanding the sales tax exemption for livestock production

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Overview

Expands the sales tax exemptions to several items used in the production of livestock and adds tires to the definition of tax-exempt repair and replacement parts for farm machinery. For purposes of these exemptions "livestock" includes cattle, sheep, swine, horses intended for slaughter, mules, farmed cervidae (deer, elk, and moose), llamas (llamas and alpacas) and ratitae (ostriches, rheas, and emus). Poultry is not included.

Section

- 1 **Materials consumed in agricultural production.** Extends this sales tax exemption to the following materials used for livestock:
 - interior crates and partitions,
 - grain bins, and
 - building materials used to construct buildings and interior and exterior housing and containment facilities.

Effective for sales after June 30, 2007.
- 2 **Repair and replacement parts.** Expands the exemption for repair and replacement parts for farm machinery to include tires. Effective after June 30, 2007.
- 3 **Machinery, equipment, and fencing.** Expands the current sales tax exemption for fencing

of farmed cervidae (deer, elk, and moose), to include fencing for all livestock. Effective for sales after June 30, 2007.