

# HOUSE RESEARCH

## Bill Summary

**FILE NUMBER:** H.F. 758

**DATE:** March 11, 2011

**Version:** As introduced

**Authors:** Shimanski and others

**Subject:** Exempts county, city and town purchases from sales taxes

**Analyst:** Pat Dalton

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### Overview

Provides a sales tax exemption for county, city, and township purchases. School districts are already exempt. The only local government purchases that would still be subject to sales tax would be purchases by special taxing districts. Effective after June 30, 2011.

- 1**     **Scope.** Extends the sales tax exemption for government purchases to local governments as defined in section 2.
- 2**     **Sales to governments.** Extends the sales tax exemption for government purchases to local governments which is defined as cities, counties, and townships.
- 3**     **Sales of certain goods and services to government.** Removes an existing sales tax exemption for gravel and township road machinery which would be redundant with the provision in section 2.