

HOUSE RESEARCH

Bill Summary

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Authors: McNamar and others

Subject: Repeal sales tax on maintenance and repair of farm machinery and equipment

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Repeals the sales tax on the labor portion of maintenance and repair of farm machinery and equipment, that was imposed beginning July 1, 2013, by excluding it from the definition of taxable commercial and industrial equipment. Repair and replacement parts for this equipment are exempt under other sections of law. The repeal is retroactive to June 30, 2013. Purchasers may file for a refund of any taxes paid on these services in the same manner as used for capital equipment refunds.