

**Subject** County agricultural society sales tax exemption

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## Overview

Current law exempts sales by a county agricultural society for admissions, parking, events, and concessions at a county fair from the state sales tax. H.F. 3104 would allow this exemption for sales made prior to the county fair.

In addition, the bill would modify the requirements for a county agricultural society or the owner of its fairgrounds to make expenditures related to the fairgrounds, in an amount equal to the society's sales tax savings.

## Summary

Section	Description
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<b>1</b>	<b>Use of a portion of county fair revenues.</b>
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	Eliminates the requirement that a county agricultural society that does not own its fairground must transfer the amount of the society's sales tax savings (under the exemption in section 2) to the owner of the land, to make certain statutorily-required expenditures on fair-related buildings and facilities.
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<b>2</b>	<b>County agricultural society sales at county fairs.</b>
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	Modifies the sales tax exemption for sales made by county agricultural societies during a county fair to allow the exemption for sales made prior to the county fair. Currently law specifies the sales that qualify for the exemption and are not proposed to be modified.
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Because the exemption would apply to sales at times prior to a county fair, a conforming change would clarify that only sales for events held at a time other than the fair are excluded from the exemption, rather than all sales.