

Subject Sales and use tax exemption for telecommunications or pay television services machinery and equipment modified

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Summary

Under current law, telecommunications or pay television services machinery and equipment purchased or leased for use directly by the service provider are exempt from sales tax so long as the equipment and machinery are used *primarily for* providing telecommunication and pay television services that are ultimately sold at retail.

This bill removes the requirement that the equipment and machinery be used *primarily* in the provision of these services. So long as the equipment and machinery are used in the provision of some telecommunication and pay television services, the exemption would apply.

Effective for sales and purchases made after June 30, 2025.