

INTERIM STUDY PROPOSAL 2025-098

State of Arkansas
95th General Assembly

A Bill

AHF/ahf
HOUSE BILL

By: Representatives Vaught, Painter

Filed with: House Committee on Agriculture, Forestry, and Economic Development
pursuant to A.C.A. §10-3-217.

For An Act To Be Entitled

AN ACT TO CREATE A SALES AND USE TAX EXEMPTION FOR
FENCING MATERIALS AND CERTAIN TRACTOR PARTS AND
LABOR; AND FOR OTHER PURPOSES.

Subtitle

TO CREATE A SALES AND USE TAX EXEMPTION
FOR FENCING MATERIALS AND CERTAIN
TRACTOR PARTS AND LABOR.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. Arkansas Code Title 26, Chapter 52, Subchapter 4, is amended
to add additional sections to read as follows:

26-52-460. Fencing materials.

The gross receipts or gross proceeds derived from the sale of material
used to construct fencing for livestock, including without limitation wire,
posts, and electric fence wire, are exempt from the gross receipts tax levied
by this chapter and the compensating use tax levied by the Arkansas
Compensating Tax Act of 1949, § 26-53-101 et seq.

26-52-461. Certain tractor parts and labor.

The gross receipts or gross proceeds derived from the sale of the
following are exempt from the gross receipts tax levied by this chapter and
the compensating use tax levied by the Arkansas Compensating Tax Act of 1949,

1 § 26-53-101 et seq.:

2 (1) Parts to be installed on a tractor before the installation
3 of a diesel exhaust fluid system; and

4 (2) Services relating to the installation of parts described in
5 subdivision (1) of this section.

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7 SECTION 2. EFFECTIVE DATE. Section 1 of this act is effective on the
8 first day of the calendar quarter following the effective date of this act.

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11 Referred by Representative Vaught

12 Prepared by: AHF/AHF
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