

2018 Suggested Schedule Changes: focus remains agriculture, 58 preferences

Changes allow for grouping similar preferences

	Reason for change?	Year Enacted	Expiration	Fiscal Impact	Review Group
2018: Full JLARC Review (15 Preferences)					
1	Custom Farming (B&O Tax)	2007	12/31/2020	\$ 140,000	Agricultural Services
2	Hauling Farm Products for Relatives (Public Utility Tax)	2007	12/31/2020	Not known	Agricultural Services
3	Corporate Headquarters (Sales and Use Tax)	2008	12/31/2020	\$ -	Business
4	Multi-Unit Urban Housing in Rural Counties (Property Tax)	2014	1/1/2020	Not in DOR Report	Housing
5	Multi-Unit Urban Housing (Property Tax)	<i>Previously scheduled as an expedited review in 2017. Staff recognize it may be better reviewed together with the above preference.</i>	1995	\$ 90,314,000	Housing
6	Mental Health Services (B&O Tax)	2011	1/1/2020	\$ 2,029,000	Medical Services
7	Aircraft for Air Ambulances (Aircraft Excise Tax)	<i>Previously considered one preference. Staff now recognize it is two preferences.</i>	2010	\$ -	Medical Services
8	Aircraft for Air Ambulances (Property Tax)	2010		Not Known	Medical Services
9	Nonprofit Fundraising (Use Tax)	2013	7/1/2020	\$ 42,000	Nonprofit
10	Rural County Deferral (Sales and Use Tax)	1985	7/1/2020	\$ 11,878,000	Other
11	Seed Conditioning (B&O Tax)	1987		\$ 4,477,000	Agricultural Services
12	Conditioned Seed Wholesaling (B&O Tax)	<i>Previously scheduled as an expedited review. Staff recognize it may be better reviewed together with the above preference.</i>	1998	\$ 2,033,000	Agricultural Products
13	Shipping Farm Products to Port (Public Utility Tax)	2007		\$ 2,668,000	Agricultural Services
14	Agricultural Fairs (B&O Tax)	1965		\$ 1,200,000	Agricultural Services
15	Hay Cubing (B&O Tax)	1997		\$ 1,106,000	Agricultural Services
2018: Alternates (10 Preferences)					
1	Christmas Tree Producers (B&O Tax)	<i>Added preferences to list of 15 requires move to alternates list</i>	1987	\$ 385,000	Agricultural Services
2	Christmas Trees and Cottonwoods (Timber Tax)	<i>Previously not subject to full review: now grouped with similar preference above</i>	1971	\$ 4,178,000	Agricultural Products
3	Christmas Tree Inputs (Sales and Use Tax)	<i>Previously not subject to full review: now grouped with similar preference above</i>	1987	\$ 2,064,000	Agricultural Products
4	Hop Commission Services (B&O Tax)	<i>Added preferences to list of 15 requires move to Alternates list</i>	1998	\$ 42,000	Agricultural Services
5	Farming Machinery and Equipment (Property Tax)	2001		\$ 4,676,000	Agricultural Equipment & Other
6	Farm-Worker Housing (Sales and Use Tax)	1996		\$ 1,738,000	Agricultural Equipment & Other
7	Product Leases (Leasehold Excise Tax)	1976		\$ 1,229,000	Agricultural Equipment & Other

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8	Anaerobic Digesters for Dairies (Sales and Use Tax)		2001		\$ 150,000	Agricultural Equipment & Other
9	Crop Dusting (Aircraft Fuel Tax)		1982		Not known	Agricultural Products
10	Conservation Futures (Property Tax)		1984		\$ -	Agricultural Equipment & Other
2018: Not Subject to Full Review, Expedited (26 Preferences)						
1	Agricultural Products (Property Tax)	Added preferences to Alternates requires move to Expedited	1984		\$ 261,320,000	Agricultural Products
2	Hops Processed and Exported (B&O Tax)		1987		\$ 3,880,000	Agricultural Products
3	Agricultural Products (Litter Tax)		1971		\$ 2,796,000	Agricultural Products
4	Nursery Stock (Property Tax)		1971		\$ 2,734,000	Agricultural Products
5	Livestock Nutrient Management Equipment (Sales and Use Tax)		2001		\$ 1,600,000	Agricultural Products
6	Horticultural Packing Materials (Sales and Use Tax)		1988		\$ 1,542,000	Agricultural Products
7	Semen for Artificial Insemination (Sales and Use Tax)		1965		\$ 656,000	Agricultural Products
8	Aquaculture Feed (Sales and Use Tax)		1985		\$ 246,000	Agricultural Products
9	Livestock Feed (Sales and Use Tax)		1986		\$ 242,000	Agricultural Products
10	Conifer Seedlings Sold Out-of-State (Sales and Use Tax)		2001		\$ 86,000	Agricultural Products
11	Pollen (Sales and Use Tax)		1967		\$ 66,000	Agricultural Products
12	Pollination Agents (Sales and Use Tax)		1993		\$ 46,000	Agricultural Products
13	Farm Machinery Replacement Parts (Sales and Use Tax)		2006		\$ 62,200,000	Agricultural Equipment & Other
14	Fuel Used on Farms (Sales and Use Tax)		2006		\$ 53,200,000	Agricultural Equipment & Other
15	Farm Machinery Sold to Nonresidents (Sales Tax)	Added preferences to Alternates requires move to Expedited. Reviewed in 2010, no changes.	1961		\$ 20,189,000	Agricultural Equipment & Other
16	Warehouse and Grain Elevator Construction and Equipment (Sales and Use Tax)		1997		\$ 11,400,000	Agricultural Equipment & Other
17	Farm Auction Sales (Sales and Use Tax)		1943		\$ 8,224,000	Agricultural Equipment & Other
18	Leased Irrigation Equipment (Sales and Use Tax)	Added preferences to Alternates requires move to Expedited	1983		\$ 8,033,000	Agricultural Equipment & Other
19	Farm Property (Estate Tax)		2005		\$ 3,300,000	Agricultural Equipment & Other
20	Fuel Used by Mint Growers (Sales and Use Tax)	Added preferences to Alternates requires move to Expedited. Reviewed in 2016, no changes.	2013	7/1/2017	\$ 210,000	Agricultural Equipment & Other
21	Agricultural Products (B&O Tax)		1935		\$ 114,400,000	Agricultural Products
22	Grain and Unprocessed Milk Wholesaling (B&O Tax)		1998		\$ 14,400,000	Agricultural Products
23	Livestock Medicine (Sales and Use Tax)		2001		\$ 5,430,000	Agricultural Products
24	Gas Used to Heat Chicken Houses (Sales and Use Tax)		2001		\$ 4,268,000	Agricultural Products
25	Irrigation Water (Public Utility Tax)		1935		\$ 2,994,000	Agricultural Products
26	Chicken Bedding Materials (Sales and Use Tax)		2001		\$ 1,091,000	Agricultural Products

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2018: Critical Part of the Tax Structure (7 Preferences)

1	Feed and Seed (Sales and Use Tax)	1935	\$	274,467,000	Agricultural Products
2	Fertilizer and Chemical Sprays (Sales and Use Tax)	1943	\$	230,400,000	Agricultural Products
3	Growing Crops (Property Tax)	1890	\$	2,162,000	Agricultural Products
4	Poultry Used in Production (Sales and Use Tax)	1961	\$	467,000	Agricultural Products
5	Breeding Livestock, Cattle, and Milk Cows (Sales and Use Tax)	1945	\$	25,317,000	Agricultural Services
6	Horticultural Services for Farmers (Sales and Use Tax)	1993	\$	21,062,000	Agricultural Services
7	Processing Horticultural Products (B&O Tax)	1935	\$	8,780,000	Agricultural Services

An additional change was made to Bee Pollination Services (B&O tax). Consistent with DOR interpretation, this is no longer considered a separate preference. As a result of recent statutory changes, bee pollination is now included in the definition of what is considered farming.