

1 (6) TANGIBLE PERSONAL PROPERTY PURCHASED FOR USE BY A FARMER
2 OR BY A CONTRACTOR UNDER A CONTRACT WITH A FARMER FOR THE
3 CONSTRUCTION, MAINTENANCE, OR REPAIR OF FENCING ON A FARM, IF THE BUYER
4 INTENDS TO INCORPORATE THE TANGIBLE PERSONAL PROPERTY AS PART OF THE
5 FENCING; AND

6 [(6)] (7) if bought by a farmer:

7 (i) a container to transport farm products that the farmer raises to
8 market;

9 (ii) a farm vehicle, as defined in § 13-911(d) of the Transportation
10 Article, when used in farming;

11 (iii) a milking machine, when used in farming;

12 (iv) fabrication, processing, or service, by a sawmill, of wood
13 products for farm use in which the farmer retains title; and

14 (v) farm equipment when used to:

15 1. raise livestock;

16 2. prepare, irrigate, or tend the soil; or

17 3. plant, service, harvest, store, clean, dry, or transport seeds
18 or crops.

19 (b) Except for flowers, sod, decorative trees and shrubs, and any other product
20 that usually is sold by a nursery or horticulturist, the sales and use tax does not apply
21 to a sale of an agricultural product by a farmer.

22 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
23 July 1, 2001.