

HOUSE RESEARCH

Bill Summary

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Authors: Klinzing and others

Subject: Excludes ice cream cakes from the definition of prepared food

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Prepared food, which is subject to the sales tax, includes food where two or more ingredients are mixed or combined by the seller for sale as a single item. Ice cream cakes made by the seller meet this definition. Bakery items, including baked cakes, were excluded from the definition of "prepared food" based on an exclusion allowed in the Streamlined Sales Tax Agreement (SSTA) definitions. This bill would modify the bakery exclusion to include ice cream cakes in the definition of exempt cakes. Effective for sales made after June 30, 2005.