

Subject Sales tax exemption for sale of cottage foods

Authors Brand

Analyst Alexandra Haigler

Date March 18, 2024

Summary

This bill provides a sales and use tax exemption for the sale of prepared foods sold by cottage food sellers who are exempt from food handler licensure requirements under section 28A.152, subdivision 1.

Under current law, individuals who sell certain home-processed and home-canned food products are exempt from the requirement that they obtain a food handler license under section 28A. 152, subdivision 1. These products are limited to home-canned pickles, vegetables, or fruits under a certain pH value.

This bill will exempt from sales tax the sale of the products sold by these vendors.

Effective for sales and purchases made after June 30, 2024.