Overview

Provides a sales tax exemption for the construction and initial equipping of a hog processing facility regardless of whether the materials and equipment are purchased by the facility or by a contractor, subcontractor, or builder. The tax must be paid up front and the facility owner must apply for a refund. This exemption applies to the Prairie Farms Cooperative facility.

Section

1 Refund; appropriation; agricultural processing facility. Establishes the mechanism for the facility owner to apply for a refund on the tax paid on the materials and equipment used in building the hog processing facility.

2 Construction materials and equipment; agricultural processing facility. Allows a sales tax exemption for materials, supplies, and equipment used to construct and equip a pork processing facility that meets the following criteria:
   - the facility will cost at least $4 million;
   - the facility is owned and operated by a cooperative; and
   - the facility can process at least 400 hogs daily.