

# LOUISIANA

DEPARTMENT of REVENUE

## Farm Equipment Sales Tax Exemption Certificate

*Louisiana Revised Statute 47:305.25*

Louisiana Department of Revenue  
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Louisiana Revised Statute 47:305.25 provides a sales tax exemption for the purchase of certain farm equipment. The sales tax exemption covers the first \$50,000 of the sales price for the items listed below. Farmers must be certified by LDR and a copy of the approved R-1071 must be attached to this exemption certificate to certify the purchaser's exempt status. Please see additional information on the instruction sheet.

The following items are subject to zero percent (0%) state sales tax:

1. Rubber tired farm tractors, cane harvesters, cane loaders, cotton pickers, combines, hay balers, and attachments and sprayers. This exemption includes all attachments and implements that go on a rubber tired tractor.
2. Clippers, cultivators, discs, plows, and spreaders.
3. Irrigation wells, drives, motors, and equipment.
4. Other farm implements and equipment used for agricultural purposes in the production of food and fiber.
5. On the farm facilities used to dry or store grain or any materials used to construct such on the farm facilities.

The zero percent (0%) state sales tax rate is effective for the period July 1, 2018 - June 30, 2025.

Item Purchased			
Description of Farm Equipment Items	Purchase Price	Invoice Number	Date of Purchase (mm/dd/yyyy)

Purchaser Information			
Name of Farm or Farmer			
Home Address	City	State	ZIP
Mailing Address	City	State	ZIP
Telephone Number			

Authorization	
Name (farmer or farm's authorized representative)	Title
Signature	Date (mm/dd/yyyy)

### Caution

The seller is responsible for properly administering this sales tax exemption and the seller may be held liable for payment of the sales tax if the exemption certificate is improperly accepted for equipment that clearly does not qualify for exemption under the statute.

**INSTRUCTIONS****Farmer Certification**

Louisiana Revised Statute 47:305.25(A) provides a sales tax exemption for the purchase of certain farm equipment. The purchaser must complete the R-1060 and attach a copy of their LDR-approved R-1071 (Manufacturer's Exemption Certificate) to be exempted from state sales tax on the first \$50,000 of the sales price of the items listed below. Purchasers who cannot produce a LDR-approved R-1071 should not receive the exemption from state sales/use tax.

**Qualifying farm equipment subject to 0% state sales tax:**

1. Rubber tired farm tractors, cane harvesters, cane loaders, cotton pickers, combines, hay balers, and attachments and sprayers. Includes all attachments and implements that go on a rubber tired tractor.
2. Clippers cultivators, discs, plow, and spreaders.
3. Irrigation wells, drives, motors, and equipment.
4. Other farm implements and equipment used by agricultural purposes in the production of food and fiber.
5. On the farm facilities used to dry or store grain or any materials used to construct such on the farm facilities.

**Farmers as Manufacturers**

Louisiana Revised Statute 47:301(3)(i) and (13)(k) provide a state sales tax exclusion for purchases, sales, and leases or rentals of qualified manufacturing machinery or equipment. R.S. 47:301(3)(i)(ii)(dd) defines "manufacturing for agricultural purposes" to mean the production, processing, and storing of food and fiber and the production, processing, and storing of timber.

Farmers must submit Form R-1070, Application for Certification as a "Manufacturer," and be approved before the sales tax exclusion can be claimed. After approval, the farmer will be issued a "Manufacturer's Exemption Certificate," Form R-1071, which should be presented to their vendors when purchasing qualifying equipment.

Farmers may elect to use either the manufacturing machinery or equipment exclusion or the farm equipment sales tax exemption, or a combination of the two exemptions as described in Revenue Information Bulletin No. 04-012A issued May 18, 2004. Qualifying purchases will be subject to zero percent state sales tax.

**Farm Equipment Repairs**

Louisiana Revised Statute 47:305.25 and 47:301(3)(i) and (13)(k) do not provide an exemption from sales tax on parts or labor used in the repair or modification of qualifying farm equipment.