

Impacts of Loss of Sales Tax Exemptions on Arkansas Representative Farms

Brad Watkins, Eddie Chavez, Eric Wailes, Alvaro
Durand-Morat, and Ranjitsinh Mane

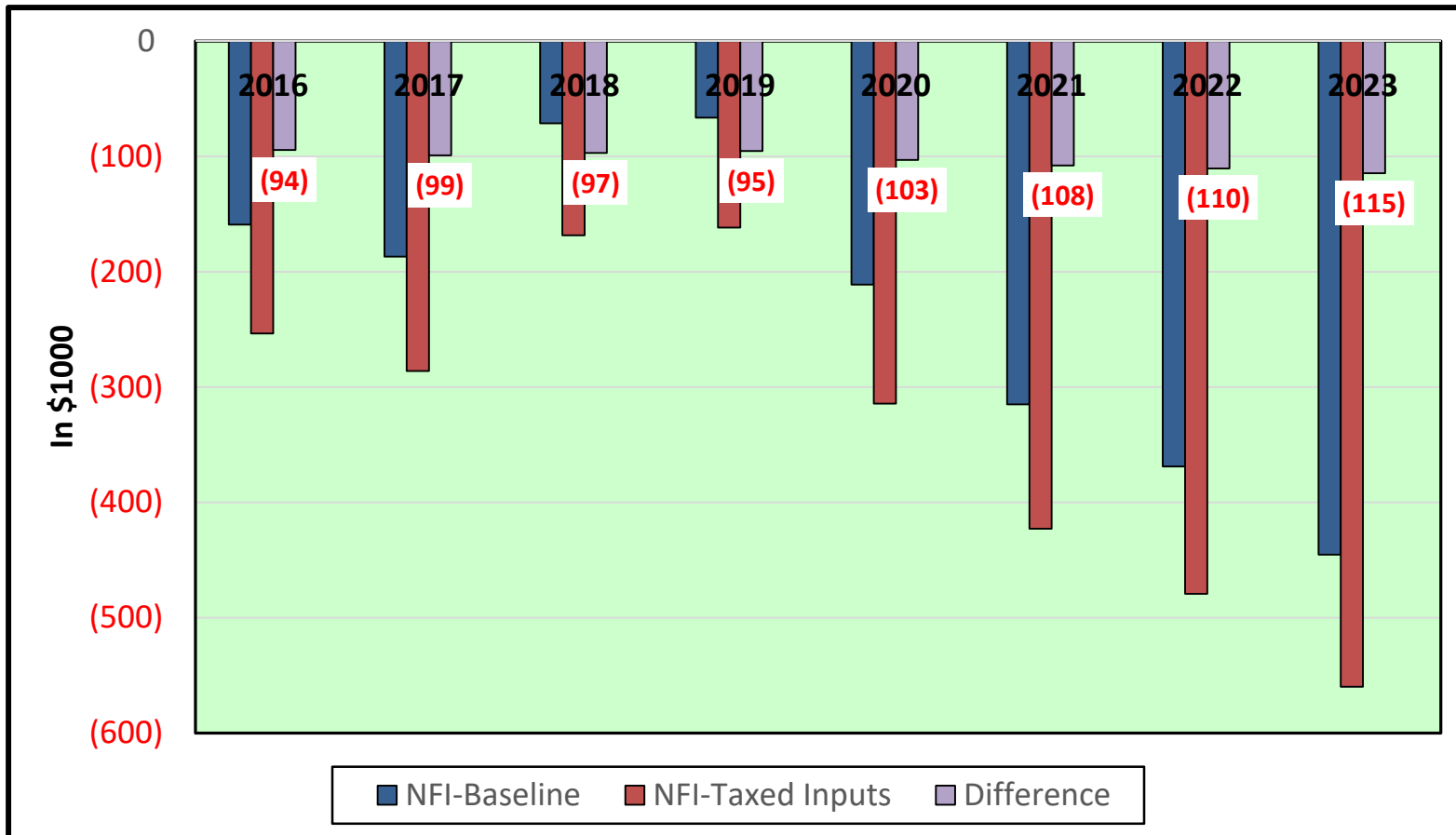
*Ag Council of Arkansas Board of Directors Meeting
Capital Hotel, Little Rock, Arkansas
December 15, 2017*

Topics Discussed

- Comparison of net farm income projections for each of the five representative farms both with the current sales tax exemptions in place (NFI-Baseline) and without the sales tax exemptions in place (NFI-Taxed Inputs).
- Farm inputs evaluated with and without sales tax exemptions include:
 - Seed
 - Fertilizer and Chemicals
 - Machinery and Equipment
 - Fuel

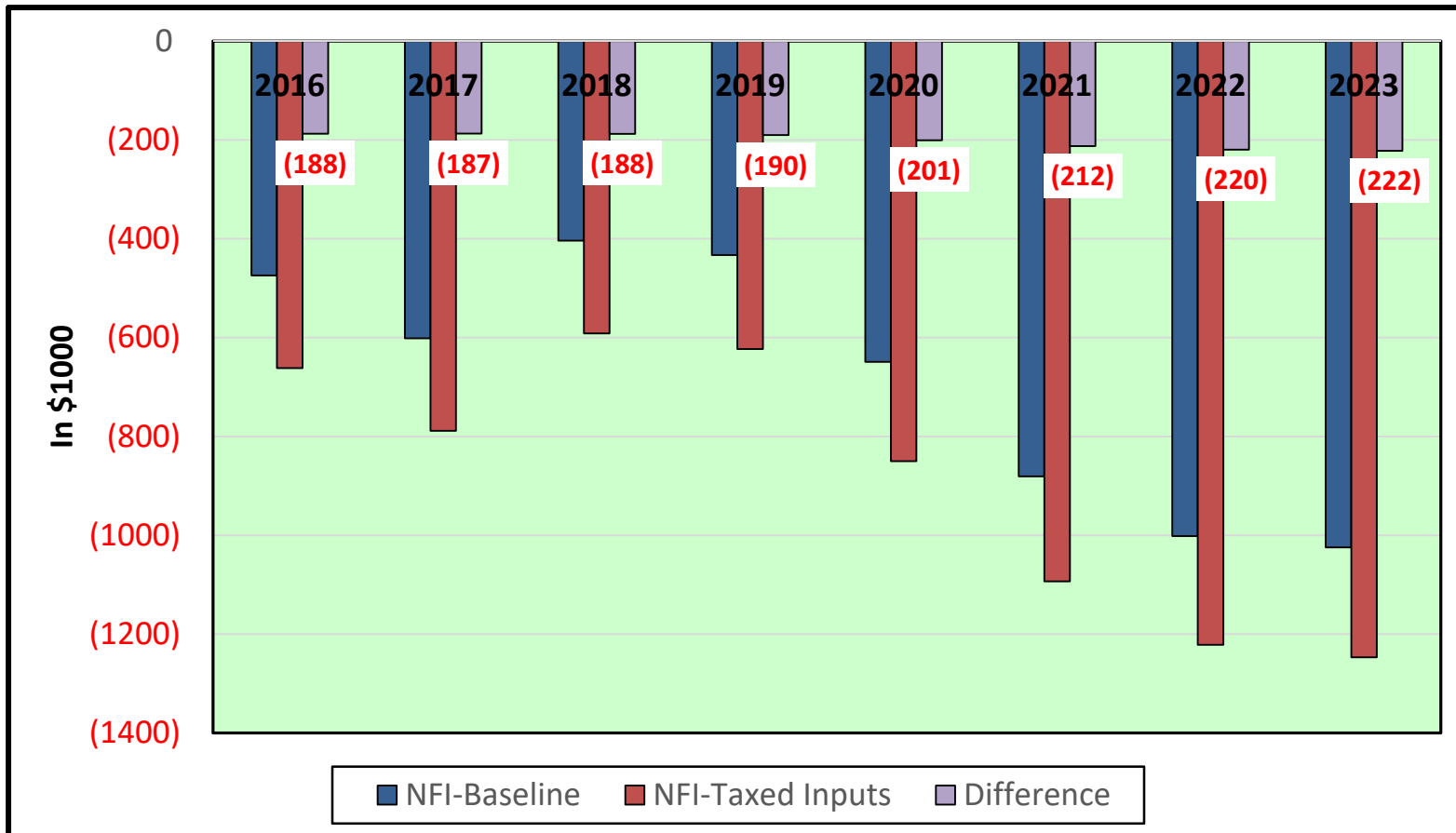
Stuttgart (Arkansas County)
3,240 Acre Rice-Soybean-Corn
Farm

Impact of Loss of Sales Tax Exemptions on Net Farm Income, Stuttgart (Arkansas County) Representative Farm



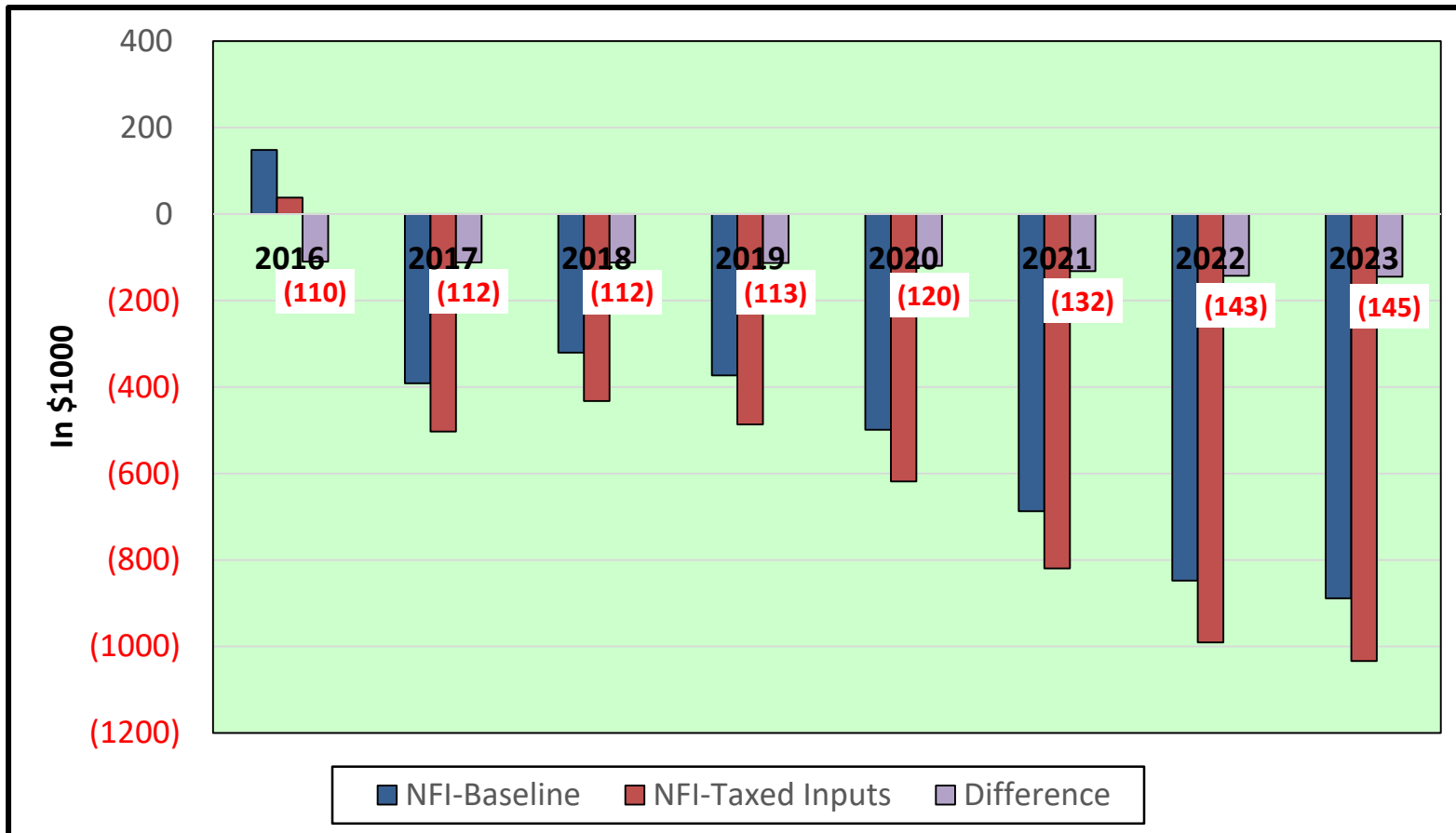
McGehee (Desha County) Farm
6,500 Acre Soybean-Corn-Rice
Farm

Impact of Loss of Sales Tax Exemptions on Net Farm Income, McGehee (Desha County) Representative Farm



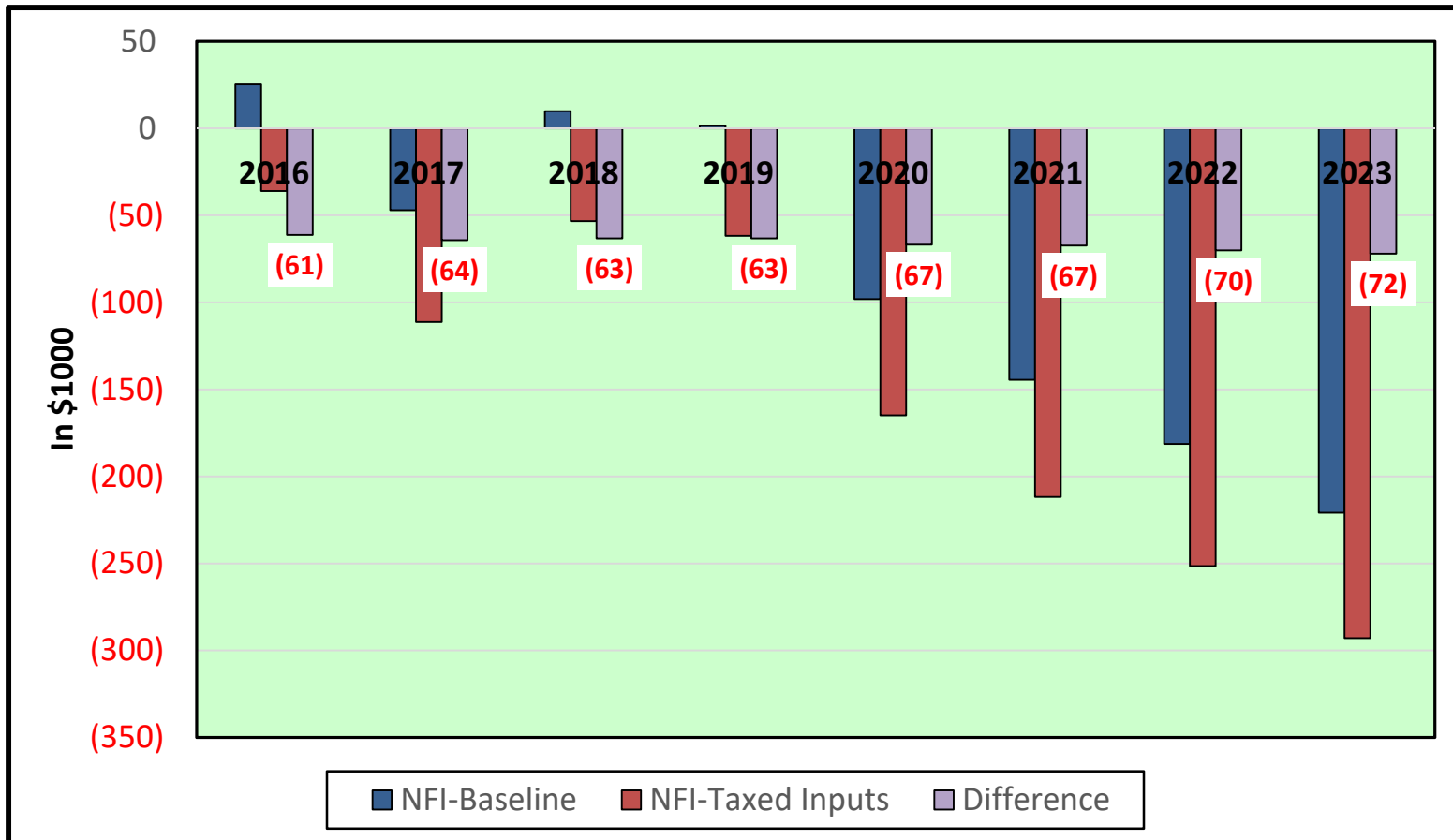
Hoxie (Lawrence County)
4,000 Acre Rice-Soybean-Corn
Farm

Impact of Loss of Sales Tax Exemptions on Net Farm Income, Hoxie (Lawrence County) Representative Farm



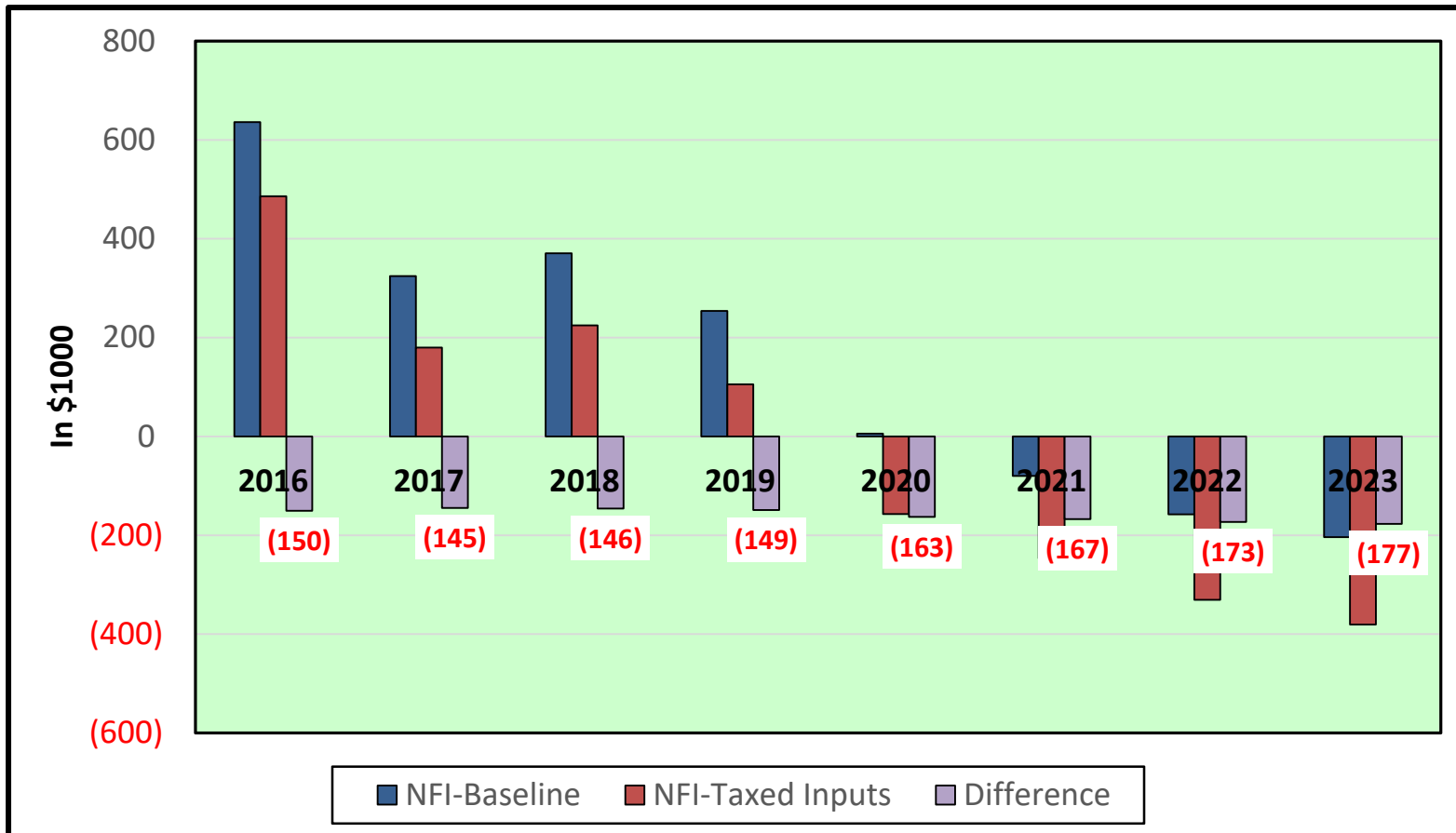
Wynne (Cross County)
2,500 Acre Rice-Soybean
Farm

Impact of Loss of Sales Tax Exemptions on Net Farm Income, Wynne (Cross County) Representative Farm

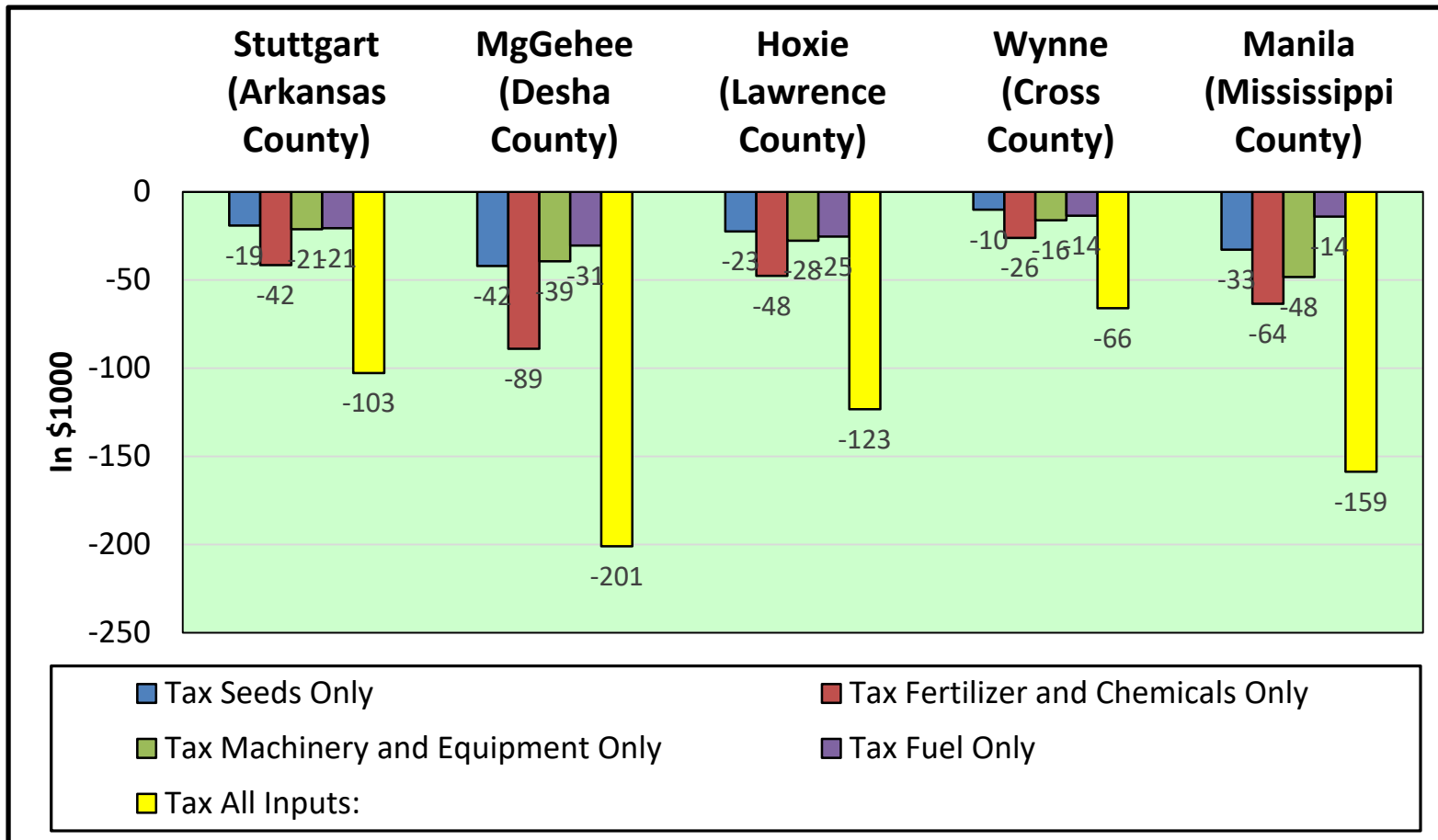


Manila (Mississippi County)
5,000 Acre Cotton-Soybean-Peanut-Corn
Farm

Impact of Loss of Sales Tax Exemptions on Net Farm Income, Manila (Mississippi County) Representative Farm



Average Loss of Net Farm Income Due to Removal of Sales Tax Exemption by Representative Farm and Input Type, 2016 - 2023





Questions?