

HB 743 -- SALES AND USE TAX EXEMPTION

SPONSOR: Baker

Beginning January 1, 2026, this bill exempts from state and local sales and use tax all sales, purchases, or use of machinery and equipment used to provide broadband communications services by a broadband communications service provider. To qualify for the exemption, a provider must provide to the seller a certificate in writing of the exemption. The Director of the Department of Revenue must allow a provider to enter into a direct pay agreement with the Department to pay any applicable sales and use taxes on the equipment.

This bill is the same as SB 185 (2025) and similar to HB 2168 (2024).