

HB 3236 -- OPTIONAL SALES AND USE TAX EXEMPTION FOR BUILDING SUPPLIES

SPONSOR: Wolfen

This bill creates a five-year period during which counties and municipalities can opt into a program that creates a sales and use tax exemption for the purchase of building supplies for the construction of unattached single-family residences. The exemption applies to the first \$250,000 per construction of an unattached residence.

In order for a taxpayer to qualify, both the county and the municipality in which the taxpayer is purchasing the building supplies must opt into this program. If the purchase is taking place in an unincorporated area located within an eligible political subdivision, the exemption will apply only when the county and municipalities have both adopted the program. Counties and municipalities will opt in via adoption of an ordinance by their governing bodies.