

MANUFACTURING INPUTS SALES AND USE TAX EXEMPTIONS

Utah Code Ann.
§ 59-12-104

UTAH CODE ANN. § 59-12-104(14)(a)

WHO:

- **Manufacturing facility** located in the state
 - Establishment in SIC Codes 2000 to 3999 (1987 Standard Industrial Classification Manual)
 - Certain scrap recyclers
 - Cogeneration facility

WHAT:

- Purchase or lease price of **machinery/equipment** and normal operating repair or replacement **parts** that:
 - have a 3-year economic life
 - are used to manufacture or process tangible personal property for resale

UTAH CODE ANN. § 59-12-104(25)

WHO:

- Anyone

WHAT:

- Purchase of product for resale in the state, in its original form or as an ingredient or component part of a manufactured or compounded product

HISTORY OF MANUFACTURING INPUTS EXEMPTIONS

UTAH CODE ANN. § 59-12-104(14)(a) — MANUFACTURING FACILITIES

1985 — Exemption enacted

Applied only to new and expanding manufacturing facilities

No parts exemption

1995 to 1996 —

Exemption expanded

Phased in “replacements” exemption

Added 3-year economic life requirement

2006 —

Manufacturing facility exemption took the form it has today

UTAH CODE ANN. § 59-12-104(25) — INGREDIENTS/COMPONENT PARTS

1937 — Exemption
enacted
(substantially in
same form as
today)

2008 — Exemption
took the form that it
is today