



STATE OF ARKANSAS  
**Department of Finance  
and Administration**  
<http://www.arkansas.gov/dfa>

**SALES & USE TAX SECTION**  
P. O. BOX 1272  
LITTLE ROCK, AR 72203-1272  
PHONE (501) 682-7104  
FAX (501) 682-7904

May 1, 2009

## **Important Notice for Farmer's Markets**

### **Effective April 7, 2009**

Act 1205 of 2009, effective April 7, 2009, provides for raw farm products sold at a farmer's market to be exempt from state and local sales taxes. In order to be eligible for the exemption, the products sold must **be produced and sold** by the producer of the raw farm products. The eligible items include cut or dried flowers, plants, vegetables, fruits, nuts, and herbs.

The farmers market must be comprised of one or more producers of a raw product; operated seasonally; and held out-of-doors or in a public space.

Vendors selling items other than those eligible for this exemption must register with the Sales and Use Tax Section to obtain a permit. State and local sales tax must be collected on the sale of any items not eligible for the exemption.

Should you have any questions, you are encouraged to contact the Sales and Use Tax Section at (501) 682-7104. If you prefer to e-mail your questions, the e-mail address for the Sales and Use Tax Section is [sales.tax@dfa.arkansas.gov](mailto:sales.tax@dfa.arkansas.gov).

Roberta Overman, Manager  
Sales and Use Tax Section