

**Technical corrections were made to this Revenue Notice on
December 2, 2002 by Revenue Notice # 02-20.**

Department of Revenue

**Revenue Notice #91-4: Exemption for Services Used in Agricultural
Production**

Minnesota Statutes § 297A.25, subd. 9, provides an exemption for materials used or consumed in agricultural production. It is the Revenue Department's position that services performed for farmers or commercial crop growers are exempt from sales tax if the services are to be used in production of agricultural products for resale. For example, services such as crop spraying, planting or pruning of fruit trees, or reforestation are not taxable when the products will be harvested for sale.

/S/

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Director, Appeals and Legal Services

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