

WEST VIRGINIA LEGISLATURE

2026 REGULAR SESSION

Introduced

Senate Bill 912

FISCAL
NOTE

By Senator Rucker

[Introduced February 11, 2026; referred
to the Committee on Finance]

1 A BILL to amend and reenact §11-15-3 and §11-15-3b of the Code of West Virginia, 1931, as
 2 amended, relating to removing consumers sales and service tax from prepared food sold
 3 through vending and money-operated machines.

Be it enacted by the Legislature of West Virginia:

ARTICLE 15. CONSUMERS SALES AND SERVICE TAX.

§11-15-3. Amount of tax; allocation of tax and transfers.

1 (a) *Vendor to collect.* — Unless otherwise provided in this article or provided in §11-15A-1
 2 *et seq.* of this code, for the privilege of selling tangible personal property or custom software and
 3 for the privilege of furnishing certain selected services defined in §11-15-2 and §11-15-8 of this
 4 code, the vendor shall collect from the purchaser the tax as provided under this article and §11-
 5 15B-1 *et seq.* of this code, and shall pay the amount of tax to the Tax Commissioner in accordance
 6 with the provisions of this article or §11-15B-1 *et seq.* of this code.

7 (b) *Amount of tax.* — The general consumers sales and service tax imposed by this article
 8 shall be at the rate of six cents on the dollar of sales or services, excluding gasoline and special
 9 fuel sales, which remain taxable at the rate of five cents on the dollar of sales; and excluding food
 10 sold through vending and money-operated machines, which shall not be taxable after January 1,
 11 2027.

12 (c) *Calculation tax on fractional parts of a dollar until January 1, 2004.* — There shall be no
 13 tax on sales where the monetary consideration is five cents or less. The amount of the tax shall be
 14 computed as follows:

15 (1) On each sale, where the monetary consideration is from six cents to 16 cents, both
 16 inclusive, one cent.

17 (2) On each sale, where the monetary consideration is from 17 cents to 33 cents, both
 18 inclusive, two cents.

19 (3) On each sale, where the monetary consideration is from 34 cents to 50 cents, both
 20 inclusive, three cents.

21 (4) On each sale, where the monetary consideration is from 51 cents to 67 cents, both
22 inclusive, four cents.

23 (5) On each sale, where the monetary consideration is from 68 cents to 84 cents, both
24 inclusive, five cents.

25 (6) On each sale, where the monetary consideration is from 85 cents to \$1, both inclusive,
26 six cents.

27 (7) If the sale price is in excess of \$1, six cents on each whole dollar of sale price, and upon
28 any fractional part of a dollar in excess of whole dollars as follows: One cent on the fractional part
29 of the dollar if less than 17 cents; two cents on the fractional part of the dollar if in excess of 16
30 cents but less than 34 cents; three cents on the fractional part of the dollar if in excess of 33 cents
31 but less than 51 cents; four cents on the fractional part of the dollar if in excess of 50 cents but less
32 than 68 cents; five cents on the fractional part of the dollar if in excess of 67 cents but less than 85
33 cents; and six cents on the fractional part of the dollar if in excess of 84 cents. For example, the tax
34 on sales from \$1.01 to \$1.16, both inclusive, seven cents; on sales from \$1.17 to \$1.33, both
35 inclusive, eight cents; on sales from \$1.34 to \$1.50, both inclusive, nine cents; on sales from \$1.51
36 to \$1.67, both inclusive, 10 cents; on sales from \$1.68 to \$1.84, both inclusive, 11 cents; and on
37 sales from \$1.85 to \$2, both inclusive, 12 cents: *Provided*, That beginning January 1, 2004, tax
38 due under this article shall be calculated as provided in this subsection and subsection (d) of this
39 section does not apply to sales made after December 31, 2003.

40 (d) *Calculation of tax on fractional parts of a dollar after December 31, 2003.* — Beginning
41 January 1, 2004, the tax computation under subsection (b) of this section shall be carried to the
42 third decimal place, and the tax rounded up to the next whole cent whenever the third decimal
43 place is greater than four and rounded down to the lower whole cent whenever the third decimal
44 place is four or less. The vendor may elect to compute the tax due on a transaction on a per item
45 basis or on an invoice basis provided the method used is consistently used during the reporting
46 period.

47 (e) *No aggregation of separate sales transactions, exception for coin-operated devices.* —
 48 Separate sales, such as daily or weekly deliveries, shall not be aggregated for the purpose of
 49 computation of the tax even though the sales are aggregated in the billing or payment therefor.
 50 Notwithstanding any other provision of this article, coin-operated amusement and vending
 51 machine sales shall be aggregated for the purpose of computation of this tax.

52 (f) *Rate of tax on certain mobile homes.* — Notwithstanding any provision of this article to
 53 the contrary, after December 31, 2003, the tax levied on sales of mobile homes to be used by the
 54 owner thereof as his or her principal year-round residence and dwelling shall be an amount equal
 55 to six percent of 50 percent of the sales price.

56 (g) *Construction; custom software.* — After December 31, 2003, whenever the words
 57 "tangible personal property" or "property" appear in this article, the same shall also include the
 58 words "custom software".

59 (h) *Computation of tax on sales of gasoline and special fuel.* — The method of
 60 computation of tax provided in this section does not apply to sales of gasoline and special fuel.

**§11-15-3b. Exceptions to reduced rate of tax on food and food ingredients intended for
 human consumption.**

1 The reduced rate of tax provided on food and food ingredients intended for human
 2 consumption provided in section three-a of this article shall not apply to sales, purchases and uses
 3 by consumers of "prepared food", as defined in article fifteen-b of this chapter, which shall remain
 4 taxable at the general rate of tax specified in section three of this article and section two, article
 5 fifteen-a of this chapter: *Provided*, That after June 30, 2007, the reduced rate of tax provided in
 6 section three-a of this article shall not apply to sales, purchases and uses by consumers of
 7 "prepared food" "~~food sold through vending machines~~" and "soft drinks" as defined in article
 8 fifteen-b of this chapter, which shall be taxed at the general rate of tax specified in section three of
 9 this article and section two, article fifteen-a of this chapter.

NOTE: The purpose of this bill is to remove consumers sales and service tax from prepared food sold through vending and money-operated machines.

Strike-throughs indicate language that would be stricken from a heading or the present law and underscoring indicates new language that would be added.