



January 26, 2010

HOUSE BILL No. 1244

DIGEST OF HB 1244 (Updated January 20, 2010 12:22 pm - DI 69)

Citations Affected: IC 6-2.5.

Synopsis: Sales tax exemption for drainage equipment. Provides that a component of a farm drainage system is exempt from sales tax if a farmer acquires the component. Provides that equipment designed specifically to install, repair, or maintain a farm drainage system is exempt from sales tax if the equipment is acquired by a farmer or a person in the business of installing, repairing, or maintaining farm drainage systems.

Effective: July 1, 2010.

Gutwein, Grubb, Pearson, Lehe

January 12, 2010, read first time and referred to Committee on Environmental Affairs.
January 26, 2010, reported — Do Pass. Referred to Committee on Ways and Means pursuant to Rule 127.

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HB 1244—LS 6076/DI 113+



January 26, 2010

Second Regular Session 116th General Assembly (2010)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2009 Regular and Special Sessions of the General Assembly.

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HOUSE BILL No. 1244

A BILL FOR AN ACT to amend the Indiana Code concerning taxation.

Be it enacted by the General Assembly of the State of Indiana:

- 1 SECTION 1. IC 6-2.5-5-44 IS ADDED TO THE INDIANA CODE
2 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
3 1, 2010]: **Sec. 44. (a) As used in this section, "farm drainage
4 system" means a system of drainage tubing, drainage tiles, and
5 related control systems designed to facilitate the drainage of
6 agricultural land.**
- 7 **(b) Transactions involving a component of a farm drainage
8 system are exempt from the state gross retail tax if the person
9 acquiring the component is engaged in the business of agriculture.**
- 10 **(c) Transactions involving equipment designed specifically to
11 install, repair, or maintain farm drainage systems are exempt from
12 the state gross retail tax if the person acquiring the equipment is
13 engaged in the business of:**
- 14 **(1) agriculture; or**
15 **(2) installing, repairing, or maintaining farm drainage
16 systems.**

HB 1244—LS 6076/DI 113+



COMMITTEE REPORT

Mr. Speaker: Your Committee on Environmental Affairs, to which was referred House Bill 1244, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill do pass.

DVORAK, Chair

Committee Vote: yeas 8, nays 1.

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