

# HOUSE BILL No. 1043

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## DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 6-2.5-5-47.

**Synopsis:** Sales tax exemption for farm drainage property. Provides that a component of a farm drainage system is exempt from sales tax if the person acquiring the component is engaged in the business of agriculture. Provides that equipment used to install, repair, or maintain a farm drainage system is exempt from sales tax if the person acquiring the component is engaged in the business of agriculture.

**Effective:** July 1, 2013.

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### Gutwein

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January 7, 2013, read first time and referred to Committee on Ways and Means.

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First Regular Session 118th General Assembly (2013)

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 2012 Regular Session of the General Assembly.

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## HOUSE BILL No. 1043



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 6-2.5-5-47 IS ADDED TO THE INDIANA CODE  
2 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY  
3 1, 2013]: **Sec. 47. (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) A transaction involving a component of a farm drainage**  
8 **system is exempt from the state gross retail tax if the person**  
9 **acquiring the component is engaged in the business of agriculture.**  
10           **(c) A transaction involving equipment used to install, repair, or**  
11 **maintain farm drainage systems is exempt from the state gross**  
12 **retail tax if the person acquiring the equipment is engaged in the**  
13 **business of agriculture.**

