

HOUSE BILL No. 1302

DIGEST OF INTRODUCED BILL

Citations Affected: IC 6-2.5-5-51.

Synopsis: Sales tax exemption for college books. Provides a sales tax exemption for books purchased by a college student for a college course.

Effective: July 1, 2016.

Klinker

January 12, 2016, read first time and referred to Committee on Ways and Means.



Second Regular Session of the 119th General Assembly (2016)

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 2015 Regular Session of the General Assembly.

HOUSE BILL No. 1302

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 6-2.5-5-51 IS ADDED TO THE INDIANA CODE
2 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
3 1, 2016]: **Sec. 51. (a) The following definitions apply throughout**
4 **this section:**
5 (1) **"Books" includes both printed books and digital books.**
6 (2) **"Digital books" means works that are generally**
7 **recognized in the ordinary and usual sense as books.**
8 (b) **Transactions involving books are exempt from the state**
9 **gross retail tax if:**
10 (1) **the purchaser is enrolled in a course of study at a**
11 **postsecondary educational institution in Indiana; and**
12 (2) **the books are required or recommended for the course of**
13 **study at the postsecondary educational institution.**
14 (c) **A seller may allow the exemption provided by subsection (b)**
15 **if at the time of purchase the purchaser:**
16 (1) **presents to the seller the purchaser's unexpired student**
17 **identification card issued by a postsecondary educational**



1 **institution in Indiana; or**
2 **(2) if subdivision (1) does not apply, affirms in the manner**
3 **prescribed by the department that:**
4 **(A) the purchaser is enrolled in a course of study at a**
5 **postsecondary educational institution in Indiana; and**
6 **(B) the books are required or recommended for the course**
7 **of study at the postsecondary educational institution.**

