

# State of South Dakota

SEVENTY-SEVENTH SESSION  
LEGISLATIVE ASSEMBLY, 2002

264H0506

## SENATE BILL NO. 85

Introduced by: Senators Symens, Dennert, Diedrich (Larry), Duxbury, and Vitter and  
Representatives Jaspers, Duenwald, Hargens, Jensen, Juhnke, Peterson (Jim),  
and Van Norman

1 FOR AN ACT ENTITLED, An Act to exempt from sales tax certain contract services provided  
2 to agricultural producers by an agent of a parent company through a local contracting entity.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That chapter 10-45 be amended by adding thereto a NEW SECTION to read as  
5 follows:

6 There are specifically exempted from the provisions of this chapter and from the computation  
7 of the tax imposed by it, the gross receipts from the sale of services rendered by a parent  
8 company to a local cooperative, if the local cooperative is a local contracting entity, for the  
9 purpose of paying for the services of an agent who meets with agricultural producers promoting,  
10 educating, and providing technical assistance and information on the parent company's products  
11 which are sold through a local contracting entity.

