

---

---

# SENATE BILL No. 355

---

## DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 6-2.5-5-39.

**Synopsis:** Sales tax holiday for clothing purchases. Provides a sales tax exemption for an article of clothing that is: (1) priced less than \$100; and (2) purchased during the seven day period beginning on the first Friday in August and ending on the following Thursday.

**Effective:** July 1, 2001.

---

---

### Lanane

---

---

January 16, 2001, read first time and referred to Committee on Finance.

---

---

C  
O  
P  
Y



First Regular Session 112th General Assembly (2001)

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 2000 General Assembly.

C  
o  
p  
y

# SENATE BILL No. 355



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 6-2.5-5-39 IS ADDED TO THE INDIANA CODE
- 2 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
- 3 1, 2001]: **Sec. 39. (a) This section applies to transactions under**
- 4 **subsection (c) occurring during the seven (7) day period beginning**
- 5 **12:01 a.m. on the first Friday in August and ending 11:59 p.m. on**
- 6 **the Thursday that follows seven (7) days later.**
- 7 **(b) As used in this section, "article of clothing" means a**
- 8 **garment intended to be worn on the human body, including**
- 9 **footwear. The term does not include the following:**
- 10 **(1) Special clothing or footwear that is:**
- 11 **(A) primarily designed for athletic activity or protective**
- 12 **use; and**
- 13 **(B) not normally worn except when used for the athletic**
- 14 **activity or protective use for which it is designed.**
- 15 **(2) An accessory, including the following:**
- 16 **(A) Jewelry.**
- 17 **(B) A handbag.**



- 1           **(C) Luggage.**
- 2           **(D) An umbrella.**
- 3           **(E) A wallet.**
- 4           **(F) A watch.**
- 5           **(G) A similar item carried on or about the human body,**
- 6           **whether or not it is worn on the body in a manner**
- 7           **characteristic of clothing.**
- 8           **(3) The rental of clothing or footwear.**
- 9           **(c) The sale of an article of clothing priced less than one**
- 10          **hundred dollars (\$100) is exempt from the state gross retail tax.**
- 11          **(d) The department shall adopt rules under IC 4-22-2 to**
- 12          **implement this section.**

C  
o  
p  
y

