

# State of South Dakota

NINETY-FOURTH SESSION  
LEGISLATIVE ASSEMBLY, 2019

400B0330

## SENATE BILL NO. 43

Introduced by: The Committee on Agriculture and Natural Resources at the request of the  
Board of Regents

1 FOR AN ACT ENTITLED, An Act to redirect funding to a collaborative program in rural  
2 veterinary medical education and to provide tax revenue for the support of veterinary  
3 students.

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

5 Section 1. That § 13-49-20.14 be amended to read:

6 13-49-20.14. The Board of Regents may negotiate and enter into ~~contractual agreements~~  
7 contracts with ~~Iowa State University~~ accredited institutions of higher education, including the  
8 University of Minnesota, to reserve spaces for South Dakota ~~resident~~ State University students  
9 ~~entering the course of completing the remaining requirements for a degree in~~ veterinary  
10 medicine.

11 Section 2. That § 10-45-16.1 be amended to read:

12 10-45-16.1. There are hereby specifically exempted from the provisions of this chapter and  
13 from the computation of the amount of tax imposed by it, gross receipts from the sale of  
14 pesticides, as defined in § 38-20A-1, to be used exclusively by the purchaser for agricultural  
15 purposes. Any product or substance to be used in conjunction with the application or use of



1 pesticides for agricultural purposes is also exempt. The products or substances include  
2 adjuvants, surfactants, ammonium sulfate, inoculants, drift retardants, water conditioners, seed  
3 treatments, foam markers, and foam dyes. Equipment, other than farm machinery, attachment  
4 units, and irrigation equipment used exclusively for agricultural purposes for the application of  
5 pesticides and related products and substances is not exempt. The tax imposed by this chapter  
6 on endoparasiticides and ectoparasiticides shall be used for veterinary student tuition grants,  
7 South Dakota State University veterinary program operations, and the operations and activities  
8 conducted by the State Animal Disease Research and Diagnostic Laboratory established in § 13-  
9 58-13. The amount of funding dedicated for the tuition grants and ~~the laboratory~~ South Dakota  
10 State University veterinary program operations shall be based upon the difference between in-  
11 state and out-of-state tuition for veterinary student grants ~~plus an amount of two hundred fifty~~  
12 ~~thousand dollars~~ designated for South Dakota students at the Iowa State University veterinary  
13 program in fiscal year 2020 and escalating each fiscal year thereafter, in accordance with the  
14 consumer price index. An additional amount of two hundred fifty thousand dollars shall be used  
15 to support the operations of the laboratory. The funding shall be budgeted and expended through  
16 the general appropriations act pursuant to chapter 4-7.

17 Section 3. That § 10-46-17.5 be amended to read:

18 10-46-17.5. ~~The use in this state of pesticides~~ Pesticides, as defined in § 38-20A-1 to be used  
19 exclusively for agricultural purposes ~~is specifically exempted, are exempt~~ from the tax imposed  
20 by this chapter. Any product or substance to be used in conjunction with the application or use  
21 of pesticides for agricultural purposes is also exempt. These products or substances include  
22 adjuvants, surfactants, ammonium sulfate, inoculants, drift retardants, water conditioners, seed  
23 treatments, foam markers, and foam dyes. Equipment, other than farm machinery, attachment  
24 units, and irrigation equipment used exclusively for agricultural purposes, for the application

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