

114TH CONGRESS
1ST SESSION

H. R. 3255

To amend the Internal Revenue Code of 1986 to exclude from gross income certain amounts realized on the disposition of property raised or produced by a student farmer, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JULY 28, 2015

Mr. McCAUL (for himself, Mr. CUELLAR, and Mr. CONAWAY) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to exclude from gross income certain amounts realized on the disposition of property raised or produced by a student farmer, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Student Agriculture
5 Protection Act of 2015”.

1 **SEC. 2. EXCLUSION OF CERTAIN GAIN BY STUDENT FARM-**
 2 **ERS FROM GROSS INCOME.**

3 (a) IN GENERAL.—Part III of subchapter B of chap-
 4 ter 1 of the Internal Revenue Code of 1986 is amended
 5 by inserting after section 139E the following new section:

6 **“SEC. 139F. GAIN FROM PROPERTY PRODUCED OR RAISED**
 7 **BY A STUDENT FARMER.**

8 “(a) IN GENERAL.—In the case of a student farmer,
 9 gross income shall not include so much of the gains from
 10 qualified dispositions for the taxable year as does not ex-
 11 ceed \$5,000.

12 “(b) DEFINITIONS.—For the purposes of this sec-
 13 tion—

14 “(1) STUDENT FARMER.—The term ‘student
 15 farmer’ means an individual who has not attained
 16 age 18, and who is—

17 “(A) enrolled in a program established by
 18 Future Farmers of America, or

19 “(B) enrolled in a 4-H club.

20 “(2) QUALIFIED DISPOSITION AND QUALIFIED
 21 PROPERTY.—

22 “(A) The term ‘qualified disposition’
 23 means a sale or exchange by or on behalf of a
 24 person who is a student farmer at the time of
 25 the sale or exchange—

1 “(i) of qualified property produced or
2 raised by that student farmer, and

3 “(ii) that occurs during an activity of
4 a type described in subparagraph (2)(B) or
5 (3)(B) of section 513(d).

6 “(B) The term ‘qualified property’ means
7 personal property, including livestock, produced
8 or raised by a student farmer under the super-
9 vision of a program described in subparagraph
10 (A) or (B) of paragraph (1).”.

11 (b) CONFORMING AMENDMENT.—The table of sec-
12 tions for part III of subchapter B of chapter 1 of the In-
13 ternal Revenue Code of 1986 is amended by inserting
14 after the item relating to section 139E the following new
15 item:

“Sec. 139F. Certain gain by student farmers”.

16 (c) EFFECTIVE DATE.—The amendments made by
17 this section shall apply to taxable years beginning after
18 the date of the enactment of this Act.

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