

HOUSE RESEARCH

Bill Summary

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Version: As introduced

Authors: Westrom and others

Subject: Extending construction date; electric utility facility personal property and sales tax exemption

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Overview

Extends a construction commencement date that is required for the electric utility facility to receive a personal property and sales tax exemption. These exemptions are for a proposed facility to be located in the city of Benson (Swift County). Effective for taxes payable in 2005 (property); day following final enactment (sales).

Section

1 **Personal property exemption.** Extends the construction commencement date to the time period between January 1, 2004, and before December 31, 2004. The personal property exemption for this poultry litter biomass generation facility that was enacted in 2001 provided that construction of the facility commenced after January 1, 2000, and before December 31, 2002. In 2003 the law was extended by one year, requiring construction to begin by December 31, 2003. This bill extends the construction date by one more year, through 2004.

Effective for taxes levied in 2004, payable in 2005, and thereafter.

2 **Sales tax exemption.** Extends the time period for two and one-half years-from January 1, 2003, to July 1, 2006-for an exemption from sales tax for purchases and sales for the construction of the poultry litter biomass generation facility.

Section

Effective the day following final enactment.