

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 3767 **DATE:** May 1, 2006
Version: As introduced, with author's amendment H3767A2
Authors: Beard and Rukavina
Subject: Electric generation facility; personal property exemption
Analyst: Karen Baker, 651-296-8959
Steve Hinze, 651-296-8956

This publication can be made available in alternative formats upon request. Please call 651-296-6753 (voice); or the Minnesota State Relay Service at 1-800-627-3529 (TTY) for assistance. Summaries are also available on our website at: www.house.mn/hrd.

Overview

Extends the date by which construction must begin for an electric generating facility proposed to be built in the City of Shakopee (Scott County) to receive the property tax exemptions. It was initially granted a personal property exemption by legislation in 2002. Construction has not yet begun so it needs an extension.

Section

- 1** **Small biomass electric generation facility; personal property.** Extends the date that construction must begin from January 1, 2006, to January 1, 2008 (for a proposed plant for Rahr Malting).

A personal property exemption was granted by the 2002 legislature for a plant proposed to be built in the City of Shakopee (Scott County). At the time of construction, the facility was to (i) have a generation capacity of less than 25 megawatts, (ii) provide process heating needs in addition to electrical generation; and (iii) utilize agricultural by-products from the malting process and other biomass fuels as its primary source. This bill extends the time for construction to begin by two years.

Effective for taxes levied in 2008, payable in 2009 and thereafter.