

SB 562 – Sen. Jesse Laslovich

Property Tax Incentives for “Clean & Green” Energy

Threshold definitions: Clean product, new investment, prevailing wage in construction, sequestration when needed
 * Rates are taxable valuation percentages (need to be multiplied by local millage to get effective tax rate) ** Construction & Operation

Category	Qualifications	Current Rate *	Proposed Rate *	Incentive %age	Incentive Term
Transmission Main Line	AC Grid Lines for carrying power from wind, clean biomass or IGCC power w/ carbon sequestration (subject to qualification procedures and subsequent 10 year review)	12%	3%	75%	Perma- nent
Transmission HVDC	High Voltage Direct Current (HVDC) line for carrying new green power to new markets (subject to qualification procedures and subsequent 10 year review)	12%	3%	75%	Perma- nent
Electrical Tie Line	Dedicated -- 100% -- (from plant/farm site to main transmission line) for power produced from: wind, clean biomass or IGCC w/ carbon sequestration	12%	3%	75%	Perma- nent
CO2 Sequestration Pipelines/ Egpt Pipelines	<ul style="list-style-type: none"> Pipelines carrying CO2 from coal processing plant to sequestration point Equipment for CO2 sequestration in dome sequestration or Enhanced Oil Recovery CO2 capture equipment added to existing pulverized coal power plants Dedicated (100%) ethanol, biodiesel & fuel from clean coal technology with carbon sequestration	12% 6%	3% 3%	75% 50%	Perma- nent Perma- nent
Production Facilities	<i>Facilities & Equipment</i> IGCC w/out carbon sequestration	6%	6%	None	Perma- nent
Production Facilities	<i>Facilities & Equipment</i> Coal Gasification w/out carbon sequestration	3%	6%	100% up	Perma- nent
Production Facilities	<i>Facilities & Equipment</i> IGCC w/ carbon sequestration	6%	3%	50%	Perma- nent
Production Facilities	<ul style="list-style-type: none"> Coal Gasification w/ carbon sequestration Coal-to-Liquid (CTL) w/ carbon sequestration Ethanol, biodiesel or clean biomass <i>Facilities & Equipment</i>	3%	1 1/2%	50%	10-14 Years **
Renewable Energy Manufacturing	<ul style="list-style-type: none"> Wind power (blade, tower, turbine, and component plants) Solar power (MGS, poly, wafer, cell and module plants, dedicated component plants) Plants for electrical or hybrid/electrical automobiles/trucks or dedicated component plants Fuel cell plants 	3%	1 1/2%	50%	10-14 Years **
Research & Development	Equipment only -- solar power, wind power, clean biomass, fuel cells, electrical or hybrid/electrical automobiles/trucks, clean/advanced coal	3%	1 1/2%	50%	10 Years
Consumer Credits	Increase the energy conservation and alternate energy credit for consumers from \$500 to \$1000 and make the tax credit refundable to lower income taxpayers.				
Motor Vehicle	Waiver of registration fee for two years for new vehicles purchased that exceed 35 miles per gallon				

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