

Shaded LDs have been voted on by the Committee

WS 4/12/2023

**TAXATION COMMITTEE
131st LEGISLATURE
1st REG SESSION**

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LD	LR	PH	WS	SPONSOR	TITLE	SUMMARY (Summaries may not reflect content of most recent committee action)	COMM ACTION	FISCAL IMPACT ¹	
								FY24	FY25
641	839	3/3/28	4/6	Roberts	An Act to Combat Hunger by Creating an Income Tax Credit for Businesses Engaged in Food Production for Donations to Qualified Organizations	<p>This bill provides <u>an income tax credit</u> for:</p> <ol style="list-style-type: none"> <u>persons engaged in commercial agricultural production, commercial aquacultural production or commercial fishing</u> for <u>donations to a qualified donee</u> that provides food to low-income individuals without charging a fee for the food or requiring any other type of compensation from the low-income individuals. <p>The credit is equal to 10% of the deduction claimed for federal income tax purposes up to a maximum credit of \$5,000.</p>	4/6 not taken up		
1063	242	3/30	4/6	Pierce	An Act to Provide Equitable Tax Treatment to State-licensed Cannabis Businesses	<p>This bill, for taxable years beginning on or after January 1, 2023, <u>adds manufacturing facilities, cannabis establishments and testing facilities to the list of cannabis businesses licensed by the State that are eligible to take deductions under the state income tax laws.</u></p> <p><u>Current law allows deduction of business expenses of registered caregivers and registered dispensaries,</u></p> <p>MRS indicates needs for technical changes</p>	tabled	<p>MRS estimated impact</p> <p>Revenue loss: \$1,000,000 per year Admin costs: \$249,000 audit staff</p>	
1153	1513	4/5	4/12	Woodsome	An Act to Allow Municipalities to Tax Personal Solar Energy Equipment Under 5 Megawatts	<p><u>Current law provides a property tax exemption for solar and wind energy equipment that generates heat or electricity IF:</u></p>			

¹ . Numbers may represent preliminary estimates and are subject to change. For more detail, please see fiscal note documents in LD file.

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						<ol style="list-style-type: none"> all of the <u>energy is used on the site</u> where the property is located, <u>or</u> the energy is <u>transmitted through the facilities of a transmission and distribution utility, and a utility customer or customers receive a utility bill credit for the energy generated by the equipment.</u> <p>This bill removes wind energy equipment from the <u>exemption.</u></p>			
1202	2011	4/5	4/12	Theriault	An Act to Increase the Homestead Exemption to \$50,000	<p>Current law: Homestead exemption is \$25,000 State reimbursement to municipalities is 76% for 4/1/23 property tax years, <u>increasing by 3% each subsequent year</u> until it reaches 100%.</p> <p>This bill</p> <ol style="list-style-type: none"> <u>increases the homestead property tax exemption from \$25,000 to \$50,000</u> for property tax years beginning on or after <u>April 1, 2024.</u> <u>changes the rate of state reimbursement to 85%</u> for property tax years beginning 4/1/24 and each subsequent year. 			
1258	1789			Terry	An Act to Increase the Personal Property Tax Exemption for Farm Machinery	<p>Current law provides a <u>property tax exemption</u> for all <u>farm machinery</u> used exclusively in production of hay and field crops <u>to an aggregate actual market values of \$10,000,</u> excluding motor vehicles.</p> <p>This bill increases the <u>property tax exemption</u> for farm machinery <u>to an aggregate value of \$45,000 beginning 4/1/24.</u></p> <p>It <u>requires the State to reimburse municipalities for 100% of property taxes lost as a result of the increase in the exemption</u> and <u>provides administrative provisions</u> for MRS to enforce the exemption and reimbursement.</p>			