

# HOUSE RESEARCH

## Bill Summary

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**Authors:** Beard and Albright

**Subject:** Sales tax exemption for an industrial measurement manufacturing and controls facility

**Analyst:** Pat Dalton, 651-296-7434

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### Overview

Provides a sales tax exemption for an industrial measurement manufacturing and controls facility that meets certain requirements. The tax must be paid at the time of purchase and then may be refunded if the facility demonstrates it meets the requirements.

#### Section

**1 Industrial measurement manufacturing and controls facility.** Provides a sales tax exemption for materials, supplies, capital equipment, and fixtures in construction improvement or expansion of an industrial measurement manufacturing and controls facility if the facility meets the following conditions:

- total capital investment of at least \$60 million;
- employs 250 new FTE employees in the state; and
- the Department of Employment and Economic Security determines that the project has a significant impact on the state economy.

The exemption also applies to materials used in privately-owned infrastructure needed to support the facility. The tax is owed at the time of purchase and the owner of the facility may apply for a refund.

Effective for sales and purchases after June 30, 2013.

**Section**

- 2**      **Tax collected.** Provides that the owner of the facility granted an exemption under section 1 may apply for a refund of sales taxes paid in the same manner as the owner of an aerospace manufacturing facility which has a similar construction exemption.