

HOUSE RESEARCH

Bill Summary

FILE NUMBER: H.F. 1696

DATE: April 11, 2013

Version: As amended by the H1696DE1 amendment

Authors: Erickson, R

Subject: Clarifies sales tax treatment of certain payments to electric utilities

Analyst: Pat Dalton, 651-296-7434

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/.

The bill states that when a customer makes a payment to an electric utility or cooperative as a contribution in aid of construction, such as payment to have a line extended, the sales is an improvement to real property and therefore not subject to sales tax. Effective for sales made after June 30, 2013.