

Department of Finance and Administration

Legislative Impact Statement

Bill: SB314

Bill Subtitle: TO AMEND THE DEFINITION OF "QUALIFIED STEEL SPECIALTY PRODUCTS MANUFACTURING FACILITY" FOR THE PURPOSE OF THE INCOME TAX CREDIT FOR WASTE REDUCTION, REUSE, OR RECYCLING EQUIPMENT; AND TO DECLARE AN EMERGENCY.

Basic Change :

Sponsor: Sen. D. Wallace

§ 26-51-506 provides an income tax credit for steel manufacturers that purchase certain waste reduction, reuse, and recycling equipment. The credit is available to qualified steel specialty products manufacturing facilities that commenced construction on or after January 1, 2017 with a closing date before July 1, 2023. By the closing date, the facility must demonstrate that it has the necessary capital acquisition and borrowing to secure a site, obtain engineering services, purchase equipment, and commence initial construction.

SB314 amends the definition of a "qualified steel specialty products manufacturing facility" to allow a facility with a closing date before October 1, 2023 to qualify for the credit.

SB314 includes an emergency clause and will be effective on the date of its approval by the Governor; the expiration of the period of time during which the Governor may veto the bill; or the date the last house overrides the veto.

Revenue Impact :

Revenue neutral.

Taxpayer Impact :

A taxpayer identified as a "qualified steel specialty products manufacturing facility" must have a verified closing date before October 1, 2023 at which time capital acquisition and borrowing must be complete, and initial facility construction has commenced.

Resources Required :

None.

Time Required :

Adequate time is provided for implementation.

Procedural Changes :

Department employees and the tax community will be notified of the new closing date for certification.

Other Comments :

None.

Department of Finance and Administration

Legislative Impact Statement

Bill: SB314

Bill Subtitle: TO AMEND THE DEFINITION OF "QUALIFIED STEEL SPECIALTY PRODUCTS MANUFACTURING FACILITY" FOR THE PURPOSE OF THE INCOME TAX CREDIT FOR WASTE REDUCTION, REUSE, OR RECYCLING EQUIPMENT; AND TO DECLARE AN EMERGENCY.

Legal Analysis :

None.