

Senate Study Bill 3080 - Introduced

SENATE FILE _____
BY (PROPOSED COMMITTEE ON
WAYS AND MEANS BILL BY
CHAIRPERSON BOLKCOM)

A BILL FOR

1 An Act increasing the amount of tax credits that may be
2 claimed annually for the solar energy system tax credits and
3 including effective date and applicability provisions.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 422.11L, subsection 4, paragraph a, Code
2 2016, is amended to read as follows:

3 a. The cumulative value of tax credits claimed annually
4 by applicants pursuant to this section shall not exceed five
5 seven million five hundred thousand dollars. Of this amount,
6 at least one million five hundred thousand dollars shall
7 be reserved for claims associated with or resulting from
8 residential solar energy system installations. In the event
9 that the total amount of claims submitted for residential solar
10 energy system installations in a tax year is an amount less
11 than one million five hundred thousand dollars, the remaining
12 unclaimed reserved amount shall be made available for claims
13 associated with or resulting from nonresidential solar energy
14 system installations received for the tax year.

15 Sec. 2. EFFECTIVE DATE. This Act takes effect January 1,
16 2017.

17 Sec. 3. APPLICABILITY. This Act applies to tax years
18 beginning on or after January 1, 2017.

19 EXPLANATION

20 The inclusion of this explanation does not constitute agreement with
21 the explanation's substance by the members of the general assembly.

22 This bill increases to \$7.5 million from \$5 million the
23 amount of solar energy system tax credits that may be claimed
24 annually. The bill also increases to \$1.5 million from \$1
25 million the amount of annual tax credits reserved for claims
26 associated with or resulting from residential solar energy
27 system installations.

28 The solar energy system tax credits are available for
29 qualifying residential and business solar installations and are
30 calculated as percentage of the related federal solar energy
31 tax credits.

32 The bill takes effect January 1, 2017, and applies to tax
33 years beginning on or after that date.