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NAT. RES. & ENVIRONMENT

SENATE FILE 2133

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and GASKILL

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to the renewable energy tax credit.
2 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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NAT RES & ENVIRONMENT
SF 2133

1 Section 1. Section 476C.1, subsection 6, paragraph d, Code
2 Supplement 2005, is amended to read as follows:

3 d. Was initially placed into service on or after July 1,
4 2005, and before January 1, ~~2011~~ 2012.

5 Sec. 2. Section 476C.3, subsections 3 and 4, Code
6 Supplement 2005, are amended to read as follows:

7 3. A facility that is not operational within ~~eighteen~~
8 thirty months after issuance of an approval for the facility
9 by the board shall cease to be an eligible renewable energy
10 facility. A facility that is granted and thereafter loses
11 approval may reapply to the board for a new determination.

12 4. The maximum amount of nameplate generating capacity of
13 all wind energy conversion facilities the board may find
14 eligible under this chapter shall not exceed ~~ninety one~~
15 hundred eighty megawatts of nameplate generating capacity.
16 The maximum amount of energy production capacity equivalent of
17 all other facilities the board may find eligible under this
18 chapter shall not exceed a combined output of ~~ten~~ twenty
19 megawatts of nameplate generating capacity.

20 Sec. 3. Section 476C.5, Code Supplement 2005, is amended
21 to read as follows:

22 476C.5 CERTIFICATE ISSUANCE PERIOD.

23 A producer or purchaser of renewable energy may receive
24 renewable energy tax credit certificates for a ten-year period
25 for each eligible renewable energy facility under this
26 chapter. The ten-year period for issuance of the tax credit
27 certificates begins with the date the purchaser of renewable
28 energy first purchases electricity, hydrogen fuel, methane gas
29 or other biogas used to generate electricity, or heat for
30 commercial purposes from the eligible renewable energy
31 facility for which a tax credit is issued under this chapter.
32 Renewable energy tax credit certificates shall not be issued
33 for renewable energy purchased after December 31, ~~2020~~ 2021.

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EXPLANATION

35 This bill relates to the renewable energy tax credit. The

1 bill extends the eligibility of renewable energy facilities
2 for the renewable energy tax credit by one year to include
3 those facilities that are initially placed into service before
4 January 1, 2012. The bill extends the time by which an
5 eligible renewable energy facility must be operational after
6 approval of eligibility is granted from 18 months to 30
7 months.

8 The bill allows for additional tax credits for the
9 production of wind energy by increasing the maximum amount of
10 nameplate generating capacity that the board may find eligible
11 for a renewable energy tax credit from 90 megawatts to 180
12 megawatts. The bill similarly increases the maximum
13 eligibility for other nonwind renewable energy facilities from
14 10 megawatts to 20 megawatts of nameplate generating capacity.

15 The bill extends the tax credit certificate issuance period
16 by one year to allow tax credits issued for facilities placed
17 into service before January 1, 2012, to have the same 10-year
18 period of eligibility to produce and sell renewable energy for
19 a renewable energy tax credit certificate as facilities are
20 allowed under current law.

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