

Subject Cooperative utility distribution line attachments and appurtenances

Authors Davids

Analyst Jared Swanson

Date February 10, 2025

Summary

Clarifies that certain distribution line property owned by utility cooperatives is exempt. Under current law, distribution lines, including their attachments and appurtenances, that are owned by a cooperative association and located outside of a city are not subject to property taxes. Instead, the cooperative associations pay a separate tax of \$10 for each 100 members of the association. This bill clarifies that, except for substations and transmission or generation equipment, utility cooperatives' power distribution systems are exempt from property taxes.

Effective date: This provision is effective beginning with assessment year 2025.