

IN THE HOUSE OF REPRESENTATIVES

HOUSE BILL NO. 592

BY REVENUE AND TAXATION COMMITTEE

AN ACT

1 RELATING TO THE SALES AND USE TAX; AMENDING SECTION 63-3622BB, IDAHO CODE, TO  
2 PROVIDE A CORRECT NAME FOR THE IDAHO NATIONAL LABORATORY, TO REVISE THE  
3 SALES AND USE TAX EXEMPTION FOR FACILITIES USED BY THE UNITED STATES OR  
4 ONE OF ITS MANAGEMENT AND OPERATING CONTRACTORS FOR RESEARCH AND DEVEL-  
5 OPMENT ACTIVITIES AT THE IDAHO NATIONAL LABORATORY AND TO PROVIDE FOR  
6 RULES BY THE STATE TAX COMMISSION.  
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8 Be It Enacted by the Legislature of the State of Idaho:

9 SECTION 1. That Section 63-3622BB, Idaho Code, be, and the same is  
10 hereby amended to read as follows:

11 63-3622BB. RESEARCH AND DEVELOPMENT AT THE ~~INEEL~~ IDAHO NATIONAL LABO-  
12 RATORY. There is exempted from the taxes imposed by this chapter:

13 (1) ~~The~~ sale or use of that property primarily or directly used or  
14 consumed in connection with research, development, experimental and test-  
15 ing activities, when exclusively financed by the United States in connec-  
16 tion with the Idaho national ~~engineering and environmental~~ laboratory and  
17 any successor thereto.

18 (2) If a facility is used by the United States or one (1) of its manage-  
19 ment and operating contractors for research and development activities at  
20 the Idaho national laboratory and also is used by a person or persons in addi-  
21 tion to the United States or one (1) of its management and operating contrac-  
22 tors, there is exempted from the taxes imposed by this chapter a percentage  
23 of each sale or use of tangible personal property used or consumed at or for  
24 the benefit of the facility in the amount that the research and development  
25 activities of the United States or its management and operating contractors  
26 bear to the total use of the facility by all persons. The state tax commis-  
27 sion shall adopt rules to govern the procedures for the calculation, verifi-  
28 cation and documentation of this allocation.