

2016 -- H 7262

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LC003309
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STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2016

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A N A C T

RELATING TO STATE AFFAIRS AND GOVERNMENT -- SOLAR INDUSTRY
ECONOMIC INVESTMENT ACT

Introduced By: Representatives McNamara, Reilly, and Naughton

Date Introduced: January 21, 2016

Referred To: House Finance

It is enacted by the General Assembly as follows:

1 SECTION 1. Chapter 42-64 of the General Laws entitled "Rhode Island Commerce
2 Corporation" is hereby amended by adding thereto the following sections:

3 **42-64-13.3. Solar energy -- Roof top installations.** – (a) Definitions. For the purposes of
4 this section "small business" shall be defined as a person, partnership, corporation, or other form
5 of business entity independently owned and operated, not dominant in its field and which
6 business employs five hundred (500) or fewer employees and has its principal place of business
7 located in the state of Rhode Island.

8 (b) Revolving fund. There is hereby established a revolving fund for the following
9 purpose:

10 (1) Low interest loans shall be made available to any small business for the purposes of
11 financing the installation of solar panels in order to provide energy for the business.

12 (2) Grants shall be made available to any other business for the purposes of financing the
13 installation of solar panels if that business employs and maintains a level of employment of five
14 hundred (500) or fewer employees.

15 **42-64-13.4. Solar energy farms.** – The state shall make available to any qualified
16 individuals any of its facilities or land for the purpose of creating solar energy farms. The
17 secretary of commerce shall establish rules and regulations to assist in the administration of this
18 section.

1 SECTION 2. Title 44 of the General Laws entitled "TAXATION" is hereby amended by
2 adding thereto the following chapter:

3 CHAPTER 31.4

4 SOLAR ENERGY PRODUCTION TAX CREDIT

5 **44-31.4-1. Solar energy production investment tax credit.** – Any company primarily
6 engaged in solar energy research and development or manufacturing and sale of solar energy
7 products which pays its employees that work a minimum of thirty (30) hours per week within the
8 state a median annual wage equal to or greater than one hundred and twenty-five percent (125%)
9 of the average annual wage paid by all employers in the state to employees that work a minimum
10 of thirty (30) hours per week within the state, and provides benefits typical to the solar energy
11 production industry, shall be allowed a credit of ten percent (10%) of the cost or other basis for
12 federal tax purposes of tangible personal property and other tangible property, including buildings
13 and structural components of buildings acquired, constructed, reconstructed, or leased with situs
14 in Rhode Island and principally used in the production of solar energy products after December
15 31, 2016.

16 SECTION 3. This act shall take effect upon passage.

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EXPLANATION
BY THE LEGISLATIVE COUNCIL
OF

A N A C T

RELATING TO STATE AFFAIRS AND GOVERNMENT -- SOLAR INDUSTRY
ECONOMIC INVESTMENT ACT

1 This act would establish a revolving fund to provide low interest loans and grants to
2 support the installation of solar energy panels. The act would also establish a tax credit for
3 companies involved in solar energy production.

4 This act would take effect upon passage.

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