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## **S.F. No. 1242 – Modifying Definition of Attachments and Appurtenances of Cooperative Utility Distribution Lines (as proposed to be amended by A-3)**

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**SF 1242** replaces an outdated reference to the “attachments and appurtenances” of cooperative utility distribution lines. Under current law, distribution lines, including attachments and appurtenances, that are located in rural areas and owned by a cooperative association, are exempt from taxation. Instead, the association pays a tax of \$10 per 100 members. SF 1242 clarifies that the tax is in lieu of property taxes on that part of the association’s distribution system, not including substations or transmission or generation equipment, located in rural areas. References to “attachments and appurtenances” in other property tax statutes are updated with the same updated language.

**Effective** beginning with assessment year 2024,