



S.F. No. 2615 – Establishing Personal Property Exemption for Certain Electric Generation Facility

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Date: March 26, 2025

SF 2615 provides a personal property tax exemption for the Steele Energy Station, a proposed power plant to be built in Owatonna.

To be eligible for the exemption, the facility must:

1. Be designed to utilize natural gas as a primary fuel;
2. Be owned and operated by a municipal power agency;
3. Be located within 1,000 feet of an existing natural gas pipeline;
4. Satisfy a resource deficiency identified in an integrated resource plan;
5. Be located outside the metropolitan area; and
6. Have received the approval of the governing bodies of the city and county in which the facility is located for the personal property tax exemption.

Construction of the facility must commence after January 1, 2026 and before January 1, 2028. Property eligible for this exemption does not include electric transmission lines and interconnections or gas pipelines and interconnections appurtenant to the property or facility.

Effective beginning with property tax payable in 2029.



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