

Program changes as a result of HB453

Idaho Code section 63-3029B (HB453) allows a property tax exemption to be taken on certain personal property and single use agricultural/horticultural buildings that qualify for an investment tax credit. The exemption is being referred to as QIE – qualifying investment exemption.

The county Assessor must receive Income Tax form 49E for the taxpayer to claim this exemption. A copy of this form must be sent to the Tax Commission. Until further notice, documents are to be sent to the County Support Division of the Tax Commission.

I will not go further into the requirements for qualifying for this exemption – if you need help on that, contact Henry Nagel (208-334-7733) or Alan Dornfest (208-334-7742) at the Tax Commission.

To accommodate HB453, we need to make changes to several of our programs. We will also need to create a new file to hold the information and new programs to allow entry, update, and inquiry into the new file and to list the information in the file.

The new file UAPQIE00 will contain:

<u>Description</u>	<u>Field attributes</u>
Parcel Number	15,A
PP record number	5,0
Description	20,A
Date placed in service	8,0 (yyyy/mm/dd)
Recapture date	8,0 (yyyy/mm/dd)
New or used?	1,A (A or N)
Purchase price	9,0
Exempt year 1	4,0
Amount exempt year 1	9,0
Exempt year 2	4,0
Amount exempt year 2	9,0

The PP declaration form has been changed to accommodate the new fields. PPB070 has been changed to print on the new forms so they can be sent out for 2004. The new version of PPB070 is available on our FTP site. In the future, the PP declarations will list the PP information on QIE items on two lines (similar to the way intangible personal property is printed).

The PP Unreturned Listing (PPB073) will print an indication that a record is a qualifying item: **QIE record exists with Recapture date of mm/dd/yyyy**.

The Abstract (PMB005) will include the market value of the QIE items and show the qualified investment exemption as an exemption using the designation QIE.

From PP entry/update (PPO105) you will be able to enter/update the additional data stored in UAPQIE00. If you delete a QIE item before the end of the recapture period of 5 years, the program will generate a report (PPB072) to be sent to the County Support Division of the Tax Commission to begin recapture proceedings.

Not returning a PP declaration containing QIE item(s) will have the same results as deleting the item(s). A new program will print a listing of QIE records that have not had the review year updated to the current declaration year. You will need to send this report to the County Support Division of the Tax Commission to begin recapture proceedings.