BY: Budget and Taxation Committee

AMENDMENTS TO HOUSE BILL NO. 20 (Third Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 4, after "guidelines;" insert "providing an exemption from the sales and use tax for certain energy efficient heating and cooling equipment and fuel cell electric generating equipment;"; and in line 15, after "and" insert "the".

AMENDMENT NO. 2

On page 3, in line 6, before the first "<u>THE</u>" insert "(<u>A</u>)"; and after line 15, insert:

"(B) <u>THE SALES AND USE TAX DOES NOT APPLY TO THE SALE, ON OR</u> <u>BEFORE JULY 1, 2004, OF:</u>

(1) <u>A FUEL CELL THAT:</u>

(I) <u>GENERATES ELECTRICITY AND HEAT USING AN</u> ELECTROCHEMICAL PROCESS;

(II) HAS AN ELECTRICITY-ONLY GENERATION EFFICIENCY GREATER THAN 35%; AND

(III) HAS A GENERATING CAPACITY OF AT LEAST 2 KILOWATTS;

(2) <u>A NATURAL GAS HEAT PUMP THAT HAS A COEFFICIENT OF</u> PERFORMANCE OF AT LEAST 1.25 FOR HEATING AND AT LEAST 0.70 FOR COOLING;

(3) <u>AN ELECTRIC HEAT PUMP HOT WATER HEATER THAT YIELDS AN</u> ENERGY FACTOR OF AT LEAST 1.7;

(Over)

HB0020/149634/1 Amendments to HB 20 Page 2 of 2

(4) <u>AN ELECTRIC HEAT PUMP THAT HAS A HEATING SYSTEM</u> <u>PERFORMANCE FACTOR OF AT LEAST 7.5 AND A COOLING SEASONAL ENERGY</u> <u>EFFICIENCY RATIO OF AT LEAST 13.5;</u>

B&T

(5) <u>A CENTRAL AIR CONDITIONER THAT HAS A COOLING SEASONAL</u> ENERGY EFFICIENCY RATIO OF AT LEAST 13.5; OR

(6) AN ADVANCED NATURAL GAS WATER HEATER THAT HAS AN ENERGY FACTOR OF AT LEAST 0.65.".

AMENDMENT NO. 3

On page 4, in line 35, after "GASOLINE" insert "OR DIESEL FUEL".

On page 7, in line 12, after "<u>STATE</u>;" insert "<u>; OR</u>"; strike line 13 in its entirety; in line 14, strike "(<u>3</u>)" and substitute "(<u>2</u>)"; in the same line, after "<u>A</u>" insert "<u>QUALIFIED ELECTRIC</u>"; and in lines 14 and 15, strike "<u>OR EXCEEDED</u>".

AMENDMENT NO. 4

On page 12, in line 8, strike "SUBPARAGRAPH (II)" and substitute "<u>SUBPARAGRAPHS</u> (II) AND (III)".

On page 13, in line 16, strike the first "<u>BEFORE</u>" and substitute "<u>AFTER</u>"; in line 20, strike "<u>ELIGIBLE FOR THE</u>" and substitute "<u>THAT CLAIMS A</u>"; in lines 29 and 30, strike "A TAXPAYER" and substitute "<u>AN INDIVIDUAL OR CORPORATION</u>"; and in line 33, strike "TAXPAYER" and substitute "<u>INDIVIDUAL OR CORPORATION</u>".

On page 14, in line 4, strike "TAXPAYER" and substitute "<u>INDIVIDUAL OR</u> <u>CORPORATION</u>".