

The House Committee on Ways and Means offers the following substitute to HB 757:

A BILL TO BE ENTITLED  
AN ACT

To amend Article 1 of Chapter 5 of Title 48 of the Official Code of Georgia Annotated, relating to general provisions regarding ad valorem taxation of property, so as to provide that use of certain property for collection and conversion of solar energy shall not constitute a breach of conservation use covenants; to provide for an effective date; to repeal conflicting laws; and for other purposes.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

**SECTION 1.**

Article 1 of Chapter 5 of Title 48 of the Official Code of Georgia Annotated, relating to general provisions regarding ad valorem taxation of property, is amended by revising subsection (p) of Code Section 48-5-7.4, relating to the assessment of bona fide conservation use property for ad valorem tax purposes, by deleting "or" at the end of paragraph (8), by deleting the period and inserting "; or" at the end of paragraph (9), and by adding a new paragraph to read as follows:

"(10)(A) Allowing part of the property subject to the covenant to be used for solar generation of energy and conversion of such energy into heat or electricity. The energy so generated may be consumed on-site or transmitted off-site by the property owner or any other authorized person.

(B) The provisions of subparagraph (A) of this paragraph shall not allow the portion of the property on which such solar energy generating equipment is located and which is subject to an existing covenant to remain in the covenant. Such property shall be removed from the existing covenant at the time of the installation of the solar energy generating equipment and shall be subject to ad valorem taxation at fair market value."

**SECTION 2.**

Said article is further amended by revising subsection (q) of Code Section 48-5-7.7, relating to the assessment of forest land conservation use property for ad valorem tax purposes, by deleting "or" at the end of paragraph (4), by deleting the period and inserting "; or" at the end of paragraph (5), and by adding a new paragraph to read as follows:

"(6)(A) Allowing part of the property subject to the covenant to be used for solar generation of energy and conversion of such energy into heat or electricity. The energy so generated may be consumed on-site or transmitted off-site by the property owner or any other authorized person.

(B) The provisions of subparagraph (A) of this paragraph shall not allow the portion of the property on which such solar energy generating equipment is located and which is subject to an existing covenant to remain in the covenant. Such property shall be removed from the existing covenant at the time of the installation of the solar energy generating equipment and shall be subject to ad valorem taxation at fair market value."

**SECTION 3.**

This Act shall become effective on January 1, 2014.

**SECTION 4.**

All laws and parts of laws in conflict with this Act are repealed.