



2022 South Dakota Legislature

House Bill 1120

Introduced by: **Representative Chaffee**

1 **An Act to include carbon dioxide and carbon dioxide capture companies in certain**
 2 **provisions regarding pipeline taxation.**

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 **Section 1. That § 10-37-1 be AMENDED:**

5 **10-37-1.** Every person, copartnership, association, limited liability company,
 6 corporation, or syndicate engaged in the business of transporting or transmitting gas,
 7 gasoline, oils, carbon dioxide, or motor fuels by means of pipelines as a common carrier,
 8 whether such pipelines be owned or leased, shall be taxed as herein provided.

9 **Section 2. That § 10-37-12 be AMENDED:**

10 **10-37-12.** The Department of Revenue shall also determine and fix the value for
 11 tax purposes of any private pipeline owned and operated by any oil company or carbon
 12 dioxide capture company and extending into or through two or more counties of this state
 13 up to, but not including, any property located upon land upon which is operated any
 14 pipeline terminal or pump station. The owner of such pipeline shall, at the time provided
 15 in § 10-37-3, make a return to the Department of Revenue of the information required
 16 under subdivisions (1) to (6)(both inclusive) of said section together with a statement of
 17 the value of said pipeline in each county or each lesser taxing district in this state.

18 **Section 3. That § 10-37-14 be AMENDED:**

19 **10-37-14.** All other property of oil companies or carbon dioxide capture companies
 20 described in § 10-37-12, other than pipeline up to the line of any terminal or pumping
 21 station premises, including real estate and all buildings, facilities, or equipment thereon
 22 shall be assessed for taxation by the director of equalization in the taxing district in which
 23 the same is located.