

PROGRAM: Biomass-Related Equipment Tax Deduction **Industry Specific Incentive**

AGENCY: Taxation and Revenue Department

DESCRIPTION: To encourage a diversification of fuel types, and the use of renewable fuels, the state of New Mexico offers a tax deduction for the materials listed in 7-9-98 NMSA.

ELIGIBILITY: The value of a biomass boiler, gasifier, furnace, turbine-generator, storage facility, feedstock processing or drying equipment, feedstock trailer or interconnection transformer may be deducted in computing the compensating tax due.

QUALIFICATIONS/CRITERIA:

- Biomass products are products created from plant or crop based resources such as agricultural crops and crop residues, forestry pastures and rangelands that are normally made from petroleum.
- Biofuels are biomass converted to liquid or gaseous fuels such as ethanol, methanol, methane and hydrogen.
- Visit the Taxation and Revenue Department homepage at <http://www.state.nm.us/tax/home.htm> or call the office of the Secretary at (505)827-0341
- **See 7-9-98 NMSA or HB 995 2005**