

Fill out the company name, address, and contact person's name, phone number, and email address. The contact person shall be an individual that can answer any questions regarding this form. If any step in this form does not apply to your company, a zero (0) should be entered on that line. All forms must be returned to the Department of Revenue at the address listed at the bottom of the Attestation page. Review the exemptions in the law and exclude those items that are not taxable. See next page for these exemptions.

Step 1: Report the total taxable kilowatt hours (kWh) of electricity delivered to consumers within each competitive service area. If you have delivered to more than two competitive service areas, attach additional sheets utilizing the same format for calculating the delivery tax. The kWh delivered to consumers should include those delivered and consumed at utility properties. This is pursuant to the definition of delivery in Iowa Code section 437A.3(6).

The 2022 delivery tax rates for each competitive service area are published in the December 14, 2022, edition of the Iowa Administrative Bulletin. The bulletin can be accessed online at the following link: (legis.iowa.gov/law/administrativeRules/bulletinSupplementListings).

The following are not subject to the replacement delivery tax:

- (a) Delivery of electricity for consumption outside of Iowa.
- (b) Delivery of electricity to a non-consumer. Example, delivery of electricity to another utility which will deliver electricity to a consumer on their lines.
- (c) Delivery of electricity to a city from such city's municipal utility, provided such electricity is used by the city for the public purposes of the city. See Iowa Code section 437A.4(6).
- (d) Electricity consumed by a state university or university of science and technology, provided such electricity was generated by property described in Iowa Code section 427.1(1).
- (e) Electricity generated and consumed by a self-generator.
- (f) Delivery of electricity generated by a low capacity factor electric power generating plant.

Step 2: Report the total taxable kilowatt hours of electricity consumed by a taxpayer during 2022 within each competitive service area. Step 2 should be filled out by those taxpayers who have by-passed the local distribution utility in receiving a delivery of electricity.

Step 3: Report the taxable kilowatt hours of electricity generated in Iowa during 2022. Multiply this number by \$.0006 and enter the result.

The following are not subject to replacement generation tax (Iowa Code section 437A.6(1)):

- (a) Facilities owned by or leased to a municipal utility when devoted to public use and not held for pecuniary profit, except facilities of a municipally owned electric utility held under joint ownership or lease and facilities of an electric power facility financed under Iowa Code chapters 28F or 476A.
- (b) Wind energy conversion property subject to Iowa Code section 427B.26.
- (c) Methane gas conversion property subject to Iowa Code section 427.1(29).
- (d) A low capacity factor electric power generating plant.

Step 3A: Report separately, the total taxable kilowatt hours of electricity generated in 2022 for each new electric power generating plant built or sold after January 1, 2003. Multiply this number by \$.0006 and enter the result.

Step 4: Report the taxable amount only for pole miles of electric transmission lines owned or leased as of December 31, 2022. On Supplemental Schedule 1, report miles owned, by excluding those lines that are jointly owned or leased to others. Miles leased are those lines used by the lessee. Percentage ownership would be calculated as shown in the example at the bottom of Schedule 1. Miles with percentage ownership would not include any miles leased to others. The calculations on Schedule 1 should be transferred to step 4 for completion.

The following are not subject to replacement transmission tax (Iowa Code section 437A.7(3)):

- (a) Transmission lines owned by or leased to a municipal utility when devoted to public use and not for pecuniary profit, except transmission lines of a municipally owned electric utility held under joint ownership and transmission lines of an electric power facility financed under Iowa Code chapters 28F or 476A.
- (b) Transmission lines owned by or leased to a lessor when the transmission lines are subject to the replacement transmission tax payable by the lessee or sub-lessee.
- (c) Any electric cooperative which owns, leases, or owns and leases in total more than fifty pole miles and less than seven hundred fifty pole miles of transmission lines in this state. Iowa Code chapter 437 dealing with central assessments shall continue to apply to such electric cooperatives.
- (d) Transmission lines owned by or leased to a state university or university of science and technology, provided such transmission lines are used exclusively for the transmission of electricity consumed by such state university or university of science and technology.
- (e) Transmission lines owned by or leased to a person, other than a public utility, for which a franchise is not required under chapter 478.

Step 5: This step calculates the replacement tax liability from the data reported in steps 1 through 4. Check to ensure that the total amount calculated is correct.

Step 6: This section is for Municipal Electric Cooperative Associations (MECA) and municipal utilities who are members of a MECA.

A return shall be signed by an officer, or other person duly authorized by the taxpayer, and must be certified as correct and in accordance with forms and rules prescribed by the director in the case of a return filed pursuant to Iowa Code section 437A.8(1), and in accordance with forms and rules prescribed by the chief financial officer of the city in the case of a return filed pursuant to Iowa Code section 437A.8(2).

If you complete the form using the electronic version, note there are three tabs at the bottom of the screen titled Form A, Supplemental 1, and Attestation. You will need to click on each tab to complete that portion of the form. The instructions for submitting the form are on the Attestation page. If you have questions, contact the Central Assessment Section at: IDR-PropTax@iowa.gov.