

**Bill Summary**  
1<sup>st</sup> Session of the 58<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>SB 590</b>
<b>Version:</b>	<b>CCR</b>
<b>Request No.:</b>	<b>3885</b>
<b>Author:</b>	<b>Sen. Montgomery</b>
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**Bill Analysis**

SB 590 creates the Commercial Digital Asset Mining Act of 2022. The measure creates a sales tax exemption for sale of machinery and equipment including but not limited to servers and computers, racks, power distribution units, cabling, switchgear, transformers, substations, software, network equipment, and electricity used for commercial mining of digital assets in a colocation and small colocation facility. A colocation facility is a facility totaling not less than 50,000 square feet and a small colocation facility shall mean a facility totaling not less than 5,000 square feet and not more than 50,000 square feet. A colocation facility shall be limited to \$10 million in claims and a small colocation facility shall be limited to \$5 million. The exemption shall sunset on December 31, 2037.

**CCR Changes**

The Conference Committee Report for SB 590 adds language defining colocation and small colocation facilities, sunset language, and limits the amount each facility may claim annually.

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