



General Assembly

**Substitute Bill No. 7229**

January Session, 2007

\*        HB07229ENV        032007        \*

**AN ACT IMPOSING A MINING EXTRACTION TAX.**

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1       Section 1. (NEW) (*Effective January 1, 2008*) (a) Every person or entity  
2 mining sand, gravel or flat rock shall pay a tax to the municipality in  
3 which such sand, gravel or flat rock was mined at the time such sand,  
4 gravel or flat rock is sold. The tax shall be imposed at the rate of one  
5 dollar per ton on the first sale of such sand, gravel or flat rock by such  
6 person or entity and such person or entity shall pay the tax due to the  
7 tax collector of the municipality in which such mine is located,  
8 provided the amount collected shall become part of the general  
9 revenue of the municipality.

10       (b) Said tax shall not be imposed on any sand, gravel or flat rock  
11 which is not subject to taxation by this state pursuant to any laws of  
12 the United States or on any such sand, gravel or flat rock moved solely  
13 by rail.

14       (c) Said tax collector shall remit fifty per cent of all tax revenues  
15 collected by said tax collector pursuant to this section to the  
16 Commissioner of Revenue Services.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>January 1, 2008</i>	New section
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**ENV**      *Joint Favorable Subst.*