

---

## Utility Tax Exemptions

*By Amanda Nobles*

Published: 07/12/2008 - 09:42

Natural Gas and Electricity Sales and Use Tax Exemption Companies are exempt from paying state sales and use tax on electricity and natural gas used in manufacturing, processing, or fabricating tangible personal property. The company must complete a predominate use study showing that at least 50% of the electricity or natural gas consumed by the business directly causes a physical change to a product.