

Fact Sheet: State CHIPS Legislation

The CHIPS and Science Act of 2022 represents a historic investment in our nation’s semiconductor manufacturing and innovation capacity. States and regions with key CHIPS investments will serve as critical partners in implementation of this national vision. This fact sheet provides a summary of state-level legislation that CHIPS for America is aware of with the intent to complement the federal CHIPS Act and amplify development of local ecosystems. CHIPS for America plans to highlight additional measures states and localities have taken to effectively promote and implement regional semiconductor industry cluster growth at a later date.

These descriptions are intended as illustrative, not comprehensive or exhaustive. CHIPS for America does not endorse the policies of any particular state nor guarantee that any entity will be able to benefit from any particular legislation listed below. The descriptions provided are merely for identification purposes only and should not be relied upon as legal advice or guidance about any particular legislation. The inclusion or exclusion of any state or state-level legislation on this list does not provide any indication and should not be relied upon to determine whether a project within a given state can or will receive federal CHIPS Act funding.

State CHIPS Legislation

State	Name	Description	Date Signed
Colorado	CHIPS Refundable Tax Credit Program (HB23-1260)	Modifies existing refundable tax credit program to create specific funding only for semiconductor and advanced manufacturing industries for job creation and/or “CHIPS zone” credits for capital investments, job creation, and R&D expenditures in semiconductor manufacturing.	May 2023
Idaho	Idaho Semiconductors for America Act (HB 678)	Provides qualifying Idaho semiconductor companies with a sales and use tax exemption on the purchase of qualifying construction and building materials.	March 2023
Illinois	Manufacturing Illinois Chips for Real Opportunity Act (MICRO) (SB3917)	Provides tax credits to companies manufacturing microchips, semiconductors, and associated component parts including for job creation and retention, training, and investment credits; as well as the potential for tax exemptions and credits for construction jobs if the project has a project labor agreement.	April 2022
Minnesota	Minnesota Forward Fund (HF2997)	Creates a new \$500 million fund to match federal investments in advanced manufacturing, with \$250 million earmarked for semiconductor manufacturing and research and development costs. The state matches up to 15% of total project costs, with a maximum of \$75 million per project.	May 2023

Nebraska	Creating Helpful Incentives to Produce Semiconductors (CHIPS) (LB 92)	Expands eligibility for the ImagineNE Nebraska performance-based Tax Incentive Program to include entities eligible for federal CHIPS funding. Incentives include wage credits for new employees, investment credits for qualified property, sales/use tax refunds and exemptions, and personal property tax exemptions.	June 2023
New York	Green CHIPS Program (S.9467/ A.10507)	Enhances the Excelsior Tax Credit Program, a refundable pay-for-performance tax credit for semiconductor manufacturing and supply chain projects. Program includes an investment tax credit, a research and development tax credit, and a jobs tax credit. Companies are also required to make commitments to sustainability measures, prevailing wage rates for construction, and community and worker investments.	August 2022
Ohio	Megaprojects Bill (HB 110/HB687)	Enhances the state’s existing refundable and performance-based job creation tax credit program to expand benefits for projects over \$1 billion in investment, allowing longer tax credit periods and additional tax abatements.	September 2022
Oregon	Oregon CHIPS Act (SB4)	Allocates up to \$190 million to support Oregon firms applying for federal CHIPS incentives funds through direct funding via loans and grants. Also includes \$10 million to help public universities receive federal research grants; and \$10 million to help communities prepare land for manufacturing sites.	April 2023
	R&D Tax Credit for Semiconductors (HB2009)	Establishes refundable income and corporate excise tax credit allowed for qualified research activities and sets increased maximum credit amount. Limited to semiconductor or other advanced manufacturing industries.	April 2023
Texas	Texas CHIPS Act (HB 5174)	Provides \$1.4 billion in funding for semiconductor R&D and manufacturing incentives. Funding appropriated by the Legislature provides \$698.3M for a new Texas Semiconductor Innovation Fund (for economic incentives for companies and universities that invest in chip design) and \$666.4M to create advanced R&D centers at Texas A&M and UT-Austin. The Act also creates a new Texas Semiconductor Innovation Consortium to develop a strategic plan for the industry in the state.	June 2023

More on the CHIPS Regional Strategy

- [Learn more](#) about CHIPS for America’s regional strategy.
- [Learn more](#) about how CHIPS for America is leveraging resources from across the federal government to accelerate regional cluster growth.
- [Learn more](#) about actions that state and local partners can take to support cluster growth.
- [Learn more](#) about the role of government partnerships in supporting regional clusters.