

## Other states consider pulling back from data center subsidies

### January and February 2026 news items

#### [6 US states want to halt data centers. Here's what could happen.](#)

Yahoo Finance

Six US states are pushing legislation to put a moratorium on artificial intelligence (AI) data center construction ... TaxInsights via H&R Block · Six states with bills being considered right now. You've got Oklahoma, Vermont, and Maryland, but also three major hubs, New York, Georgia, and Virginia, home to Data Center alley in the Lowden area. Those back three have been huge sites of development. These bills are structured in a few different ways, but the basic underlying principle is that they look to put a moratorium on data center development. Essentially saying from roughly one year to a roughly three-year window

#### [Hobbs' 2026 priorities include ending data-center incentives](#)

Arizona State Star

Jan 8, 2026 The **governor** also cited the unanimous decision of the Chandler City Council a month ago to refuse to rezone property there for a **data center**.

#### [Legislation introduced to end data center tax breaks in Maryland and Arizona - DCD](#)

Data Center Dynamics

In Maryland, US representatives introduced House Bill 560, which seeks to repeal the state's **data center** exemptions from the sales and use **tax**. This ...

#### [Data Center Tax Breaks on Chopping Block in Georgia Senate - State Affairs Pro](#)

State Affairs

Senate leaders have taken their first stab at shrinking **tax** breaks for **data centers** amid escalating bipartisan criticism in the 2026 legislative ...

#### [SD leadership split on data center rights, tax breaks - KELOLAND.com](#)

Pierre South Dakota, (KELO) — Lawmakers continue to be split on how the state should approach the issue of hyperscale data centers. Republican Rep.

#### [Ohio Democrats offer slate of bills reining in data centers](#)

Ohio Capital Journal

The bills would eliminate tax breaks, require developers cover infrastructure costs and impose greater oversight for data center projects. Although ...

#### [A trio of data center bills filed in the Senate - South Carolina Policy Council](#)

South Carolina Policy Council

Canceling the current **tax** incentive structure on equipment and electricity for all **data centers**. Heightened requirements to use eminent domain.

## [Tax Breaks for Michigan Data Centers Under Fire from Bipartisan Coalition](#)

The Michigan Chronicle

The Michigan Senate passed a bill package last year allowing large **data centers** operated by companies like Oracle and Google to be exempt from sales ...

"The richest men in the world are leading the push for Data Centers and AI. Technology that will surely lead to more consolidation of wealth and power as AI takes working-class jobs," Rep. Wegela said in a statement. "As we have seen elsewhere, these data centers produce few jobs, raise utility rates, and put a major strain on our energy resources. We will never meet our clean energy goals if we continue to fast-track data centers."

## ['No longer needed' PA Rep. looks to eliminate tax exemptions for data centers - WTAJ](#)

WTAJ

In 2021, a **tax** exemption for equipment purchased by **data centers** was enacted as part of the **Tax** Reform Code to attract developers to Pennsylvania. As ...

PENNSYLVANIA (WTAJ) — A Pennsylvania Representative is looking to eliminate sales tax exemptions for equipment purchased by data centers.

In 2021, a tax exemption for equipment purchased by data centers was enacted as part of the Tax Reform Code to attract developers to Pennsylvania. As of January, there are dozens of active data center sites in the Commonwealth, with many more in development.

[Representative Greg Vitali argued in his newest memo](#) that, given the rapid growth of data centers, it is clear the exemption has served its purpose and is "no longer needed."

"Data Centers do not need this tax exemption. For example, in 2024, Amazon's net income was \$59 billion and Microsoft's net income was \$88 billion," Vitali wrote.

Since the 23-24 FY, the Commonwealth has forgone over \$80 million in revenue due to this tax exemption. By 2030, if this exemption remains, the Commonwealth could forego up to another \$235 million, according to the legislation.