

76TH OREGON LEGISLATIVE ASSEMBLY 2011 Regular Session  
STAFF MEASURE SUMMARY  
HOUSE REVENUE COMMITTEE

MEASURE: HB 2523 A  
CARRIER:

REVENUE: Revenue Impact Issued  
FISCAL: Fiscal Impact Issued

Action: Without Recommendation as to Passage, refer to Tax Credits by prior Reference  
Vote: 8-0-0  
Yeas: Bailey, Bentz, Brewer, Gelser, Read, Wand, Barnhart, Berger  
Nays: 0  
Exc.: 0  
Prepared By: Chris Allanach, Economist  
Meeting Dates: 5/11; 5/12

MEASURE: HB 2523 A  
EXHIBIT: A  
Joint Committee on Tax Credits 76<sup>th</sup> Session  
DATE: 05-24-2011 PAGES: 1  
SUBMITTED BY: Chris Allanach

**WHAT THE BILL DOES:** Transfers administration of the manufacturing portion of the Business Energy Tax Credit (BETC) from the Oregon Department of Energy to the Oregon Business Development Department (OBDD). Requires OBDD to certify the facility. Maintains the existing sunset date and limits on pre-certification credits that may be issued. Expands standards related to job creation for certified projects.

**ISSUES DISCUSSED:**

- Administrative history of the tax credit

**EFFECT OF COMMITTEE AMENDMENTS:** None.

**BACKGROUND:** The Business Energy Tax Credit for manufacturing projects provides that Oregon facilities that manufacture renewable energy resource equipment may be eligible for a credit worth 50 percent of eligible costs. Eligible costs include the building, equipment and machinery and other costs used to manufacture equipment, machinery or products designed exclusively for use as a renewable energy resource. Each project is limited to a maximum of \$40 million in eligible costs for each phase of development. The program is limited to \$200 million in pre-certification credits for the 2009-11 and 2011-13 biennia, and \$50 million for the six months from July 2013 to December 2013.

State Capitol Building  
900 Court St NE, Room 143  
Salem, OR 97301-1347

Phone: 503-986-1266  
Fax: 503-986-1770  
<http://www.leg.state.or.us>