

REVENUE: Revenue statement issued
FISCAL: No fiscal impact

Action: Without Recommendation as to Passage and Be Referred to the Committee on Tax Credits by
Prior Reference
Vote: 6 – 2 – 0
Yeas: Boone, Esquivel, Johnson, Schaufler, Sprenger, Clem
Nays: Cowan, Jenson
Exc.: 0
Prepared By: Beth Herzog, Administrator
Meeting Dates: 2/25, 3/23

WHAT THE MEASURE DOES: Adjusts sunset of tax credit for farmworker housing from January 1, 2014 to January 1, ____.

ISSUES DISCUSSED:

- Encourages development and maintenance of affordable housing for farmworkers
- Since 1989 1,145 community-based farmworker housing units have been constructed using tax credit
- Tax credit has helped leverage \$80 million in private and public funding

EFFECT OF COMMITTEE AMENDMENT: No amendment.

BACKGROUND: A tax credit against corporation or personal income taxes is allowed for construction, rehabilitation, or acquisition of farmworker housing in Oregon. The tax credit is 50 percent of the eligible costs for housing projects. A maximum of \$7.25 million in eligible costs can be approved for tax credit eligibility in a single calendar year by Housing and Community Services Department. The maximum amount of tax credit claimed by a taxpayer for any one tax year cannot exceed 20 percent of the total allowable tax credit.