

**HB 2074 STAFF MEASURE SUMMARY**

**House Committee On Energy and Environment**

---

**Prepared By:** Daniel Gray, LPRO Intern

**Sub-Referral To:** Joint Committee On Tax Credits

**Meeting Dates:** 3/29

---

**WHAT THE MEASURE DOES:**

Extends sunset of energy conservation project tax credit from 2018 to 2024.

*REVENUE: Revenue impact issued.*

*FISCAL: Fiscal impact issued.*

**ISSUES DISCUSSED:**

**EFFECT OF AMENDMENT:**

No amendment.

**BACKGROUND:**

Taxpayers who invest in a qualifying energy conservation project are allowed to claim a tax credit of up to 35 percent of the eligible project costs, as certified by the Oregon Department of Energy. The credit is taken over five years and may not exceed the tax liability of the taxpayer. Ten percent of the certified cost of the facility may be claimed in the first and second years and five percent may be claimed in the succeeding three years. If the project has certified costs of no more than \$20,000, the tax credit may be taken in one year. The credit has a five-year carryforward and may be transferred. There is a program cap of \$28 million in tax credits that may be issued per biennium.

House Bill 2074 extends the sunset on the energy conservation project tax credit from 2018 to 2024.