

SB 168 STAFF MEASURE SUMMARY

Senate Committee On Environment and Natural Resources

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Sub-Referral To: Joint Committee On Tax Credits

Meeting Dates: 2/9

WHAT THE MEASURE DOES:

Extends sunset for tax credit for all types of biomass production or collection until January 1, 2024.

REVENUE: May have revenue impact, but no statement yet issued

FISCAL: May have fiscal impact, but no statement yet issued

ISSUES DISCUSSED:

EFFECT OF AMENDMENT:

BACKGROUND:

Oregon's Biomass Producer or Collector (BPC) tax credit was created by the Legislature in 2007 to promote sustainable growth of the biofuels market in Oregon. The Oregon Department of Energy (ODOE) accepts tax credit applications from applicants who collect or produce certain biomass material in Oregon that is delivered for use as feedstock for bioenergy or biofuel production in the state. ODOE issues a tax credit certificate to successful applicants, and certificate holders may with certain limitations sell the credit. Only entities with tax liability are eligible to apply, which excludes non-profits, tribes and public entities.

Senate Bill 1507 (2016) extended the sunset for the tax credit for animal manure and rendering offal until 2022; the other biomass tax credits are set to expire on January 1, 2018. Senate Bill 168 would extend the sunset on all of the biomass tax credits until January 1, 2024.