

HB 4028 A, -A13, -A14, -A16, -A17

Income Tax Credit	Overview
<p>Manure collector/producer for biofuel credit A-Engrossed</p>	<p>Clarification to definition of terms</p> <ul style="list-style-type: none"> Clarifies that the term "bovine" refers to "cattle". Specifies that cattle means: cows, heifers, bulls, steers or calves <p>Department of Agriculture Requested Changes</p> <ul style="list-style-type: none"> Modifies \$5 million annual credit <u>claimed</u> limitation to \$5 million in annual credit <u>certifications</u>, as issued by the State Department of Agriculture for any <u>calendar</u> year (changed from tax year).
<p>Affordable Housing Lenders Credit A-Engrossed</p>	<p>Definition change to allow nonprofit corporation or housing authority that has a controlling interest in a limited partnership to be a qualified borrower for purposes of credit.</p>
<p>Film/Video A-Engrossed</p>	<p>No changes to the underlying credit, statutory changes regard authority of Legislature to appropriate funds if full \$14 million worth of credits are not sold at auction.</p>
<p>Working Family Household & Dependent Care -A17</p>	<p>-A17</p> <p>Amends working family household and dependent care tax credit. Measure limits amount of employment-related expenses to lesser amount attributable to either spouse on a combined return.</p> <p>Engrossed Changes</p> <p>Measure changes will expand ability to qualify for credit and amount of credit. Expansion of credit will primarily affect: low income full and part-time students whether married or unmarried, and taxpayers living in Oregon but earning income in another state. How expanded credit is achieved:</p> <ul style="list-style-type: none"> <u>Imputed income</u>: Students receive a monthly imputed income amount. As allowed expenses are limited by income, this potentially increases the student's allowable expenses (primarily those with little to no income). <u>Credit calculation</u>: Student's with adjusted gross income as a percentage of federal poverty level $\leq 110\%$ will receive highest possible credit percentage per existing law age parameters of youngest qualifying individual (child or disabled dependent) <u>"Sideboards"</u>: Students must be degree seeking enrolled student for which a student is qualified for student financial aid (does not require student to be receiving financial aid, just qualifying for it). Unchanged is the existing law annual cap on expenses equal to \$12,000 for 1 qualifying individual or \$24,000 for 2 or more. <p>How credit is calculated:</p> <p style="text-align: center;"><i>Allowed Employment Related Expenses * Credit Percentage</i></p>

Property Tax Exemption	Overview
Cemetery property, exemption from 10 year property tax clawback -A13	For cemetery property currently exempt from property taxation, allows additional taxes that would otherwise be due at time of cemetery property no longer being used as cemetery property, to remain a potential tax liability that is not imposed. Specifies requirements in order for additional taxes to remain a potential tax liability. Requirements include land being used or held for the purpose of providing low income housing that will be exempt from property taxation per specified statutes. After land has been used to provide exempt low income housing for period of at least ten years, additional taxes end.
New industrial property in rural areas -A14	Changes to the definition of rural area contained in amendment will increase areas in the state where permissive new industrial property tax exemption is available. As underlying property tax exemption being modified by amendment remains permissive, authority to provide exemption remains with local authorities. As such, the impact upon property tax revenue is indeterminate.
Newly constructed low income rental housing -A16	Extends sunset of property tax exemption for newly constructed low income rental housing from January 1, 2020 to July 1, 2020.