

SB 151 STAFF MEASURE SUMMARY

Senate Committee On Natural Resources and Wildfire Recovery

Prepared By: Beth Patrino, LPRO Analyst

Sub-Referral To: Joint Committee On Tax Expenditures

Meeting Dates: 2/22

WHAT THE MEASURE DOES:

Extends sunset for tax credit for production or collection of bovine manure to January 1, 2028.

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

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

ISSUES DISCUSSED:

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

In 2016, Senate Bill 1507 extended only the biomass manure portion of a tax credit applying to the production or collection of a variety of types of biomass; the credit for all other types of biomass was allowed to sunset. In 2017, House Bill 2066 moved up the sunset date for the biomass manure credit to align with the sunset for other types of biomass. In 2017, the legislature created a new credit that may be claimed by corporate or personal income tax payers who produce or collect cattle manure that is used, in Oregon, as biofuel or to produce biofuel. This tax credit is administered by the Oregon Department of Agriculture and may not exceed \$5 million for all tax payers in a calendar year. The tax credit is scheduled to sunset on January 1, 2022.

Senate Bill 151 would extend the bovine manure tax credit until January 1, 2028.