

House Bill 4039

Sponsored by Representative OSBORNE (Pre-session filed.)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**. The statement includes a measure digest written in compliance with applicable readability standards.

Digest: Makes tax credit for turned-in RV for 2025 to 2030 tax years. Becomes law 91 days from sine die. (Flesch Readability Score: 63.6).

Establishes an income tax credit for surrender of a motor home or recreational vehicle.

Applies to tax years beginning on or after January 1, 2025, and before January 1, 2031.

Takes effect on the 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to an income tax credit for surrender of motor homes; and prescribing an effective date.

3 **Be It Enacted by the People of the State of Oregon:**

4 **SECTION 1. Section 2 of this 2024 Act is added to and made a part of ORS chapter 315.**

5 **SECTION 2. (1) As used in this section:**

6 (a) **"Dismantler" has the meaning given that term in ORS 801.236.**

7 (b) **"Motor home" has the meaning given that term in ORS 801.350.**

8 (c) **"Recreational vehicle" has the meaning given that term in ORS 174.101.**

9 (2) **A resident or nonresident individual shall be allowed a credit against taxes that are**
10 **otherwise due under ORS chapter 316 for the surrender, to a dismantler, of a motor vehicle**
11 **that is either a motor home or a recreational vehicle. The credit shall be in the amount of**
12 **\$5,000 for each motor vehicle that is surrendered by the taxpayer during the tax year. In**
13 **order for a credit to be allowed under this section, at the time of surrender:**

14 (a) **The surrendered motor vehicle must have a model year that predates by at least 15**
15 **years the tax year in which the motor vehicle is surrendered;**

16 (b) **The taxpayer must be shown as the owner of the vehicle on the title to the motor**
17 **vehicle and must have physical possession of the title;**

18 (c) **The dismantler must hold a valid dismantler certificate issued under ORS 822.110; and**

19 (d) **The dismantler must provide written proof of the surrender to the taxpayer.**

20 (3) **The written proof of surrender required under this section must include:**

21 (a) **The date on which the motor vehicle is surrendered;**

22 (b) **The year, make and model of the motor vehicle;**

23 (c) **The registration plate number assigned by the Department of Transportation to the**
24 **motor vehicle, if any;**

25 (d) **The name of the vehicle owner;**

26 (e) **The vehicle description and vehicle identification number; and**

27 (f) **The certificate number of the dismantler certificate issued to the dismantler by the**
28 **Department of Transportation.**

29 (4) **The taxpayer shall maintain the written proof of surrender described in subsection**

NOTE: Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in **boldfaced** type.

1 (3) of this section for at least three years following the tax year for which the credit is
2 claimed for the corresponding motor vehicle and shall provide to the Department of Revenue
3 the proof of surrender if requested by the department.

4 (5) The Department of Revenue, after consultation with the Department of Transporta-
5 tion, shall adopt rules relating to the administration and enforcement of this section.

6 (6) The credit allowed under this section may not exceed the tax liability of the taxpayer
7 and may not be carried forward to another tax year.

8 (7) A nonresident shall be allowed the credit under this section in the proportion provided
9 in ORS 316.117. If a change in the status of a taxpayer from resident to nonresident or from
10 nonresident to resident occurs, the credit allowed by this section shall be determined in a
11 manner consistent with ORS 316.117.

12 SECTION 3. Section 2 of this 2024 Act applies to tax years beginning on or after January
13 1, 2025, and before January 1, 2031.

14 SECTION 4. This 2024 Act takes effect on the 91st day after the date on which the 2024
15 regular session of the Eighty-second Legislative Assembly adjourns sine die.

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