

2024 Oregon corporation excise and income tax credits



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Tax credits and codes are also listed in the appendices of Forms OR-20, OR-20-INC, OR-20-INS, and OR-20-S. Generally, taxpayers must take the full amount of a credit allowed per year, unless specifically noted in statute. ORS 314.078.

Credit information				
Name and description	Oregon law	Carryforward	Transfer?	Code
Agricultural employer overtime: HB 4002 (2022) creates a refundable tax credit for overtime paid to agricultural workers. The measure requires agricultural employers to pay certain workers for overtime hours worked and creates a refundable personal income or corporate tax credit for employers for a percentage of wages paid as overtime pay to agricultural workers. Taxpayers must apply for the tax credit through the Department of Revenue. Visit our website at www.oregon.gov/dor for additional information. Note that this credit can offset corporation minimum tax determined under 317.090.	ORS 315.133	None	No	901
	Date credit available		Verification required /Contact	
Tax years beginning on or after January 1, 2023, and before January 1, 2029.		www.oregon.gov/dor		
Name and description	Oregon law	Carryforward	Transfer?	Code
Agriculture workforce housing: This credit is for loans for construction or rehabilitation of agricultural workforce housing in Oregon. The credit is equal to 50 percent of the costs for projects completed in tax years after 2001; no more than 20 percent of that amount is allowed in any one year over a 10-year period. Eligible taxpayers may transfer all or any portion of their credit to another taxpayer. See certifying agency's website for transfer information.	ORS 315.164	9 years	Yes	835
	Date credit available		Verification required /Contact	
For projects started and completed in tax years beginning on or after January 1, 1990 and before January 1, 2032.		See Form OR-AGC, 150-101-163. Annual certification is required for projects completed after December 31, 1995. Certified by Oregon Housing and Community Services; 503-986-2000; www.oregon.gov/ohcs .		
Name and description	Oregon law	Carryforward	Transfer?	Code
Bovine manure production or collection (for carry forward purposes only): The credit equals \$3.50 for each wet ton of bovine manure and may only be claimed once for each wet ton.	ORS 315.176	4 years	Yes	869
	Date credit available		Verification required /Contact	
For tax years beginning on or after January 1, 2018 and before January 1, 2022.		Certified by Oregon Department of Agriculture; 503-986-4550; www.oregon.gov/ODA .		

Note: This is a summary of corporation credits for the tax year shown above. For complete information about each credit, see the applicable Oregon Revised Statute (ORS) and Oregon Administrative Rules (OAR).

Name and description	Oregon law	Carryforward	Transfer?	Code
Business energy (for carry forward purposes only): The credit is for a facility used to process or use renewable energy resources, or to achieve energy efficiency that exceeds industry or regulatory standards by 10 percent or better. "Facility" includes alternative fuel fleet vehicles, telecommuting equipment, and refueling stations. Beginning January 1, 1998, "facility" includes employer-provided transit passes. Beginning January 1, 2001, eligibility is expanded to include facilities providing transit passes to students and patrons of medical facilities, and certain utilities. Beginning January 1, 2007, "facility" also includes a high-efficiency combined heat and power facility, a high-performance home, a homebuilder-installed renewable energy system, or a renewable energy resource equipment manufacturing facility. The credit allowed is based on the certified cost of the facility. This credit may be sold or transferred to another tax payer at a discounted rate. See the certifying agency's website for transfer information. The renewable energy resource equipment manufacturing facility component of the business energy tax credit transferred to the Oregon Business Development Department under HB 2523 (2011 session) as of January 1, 2012.	ORS 315.354	8 years	Yes	839
	Date credit available	Verification required /Contact		
	For tax years beginning on or after January 1, 1980. Preliminary certification must be received from the Department of Energy before July 1, 2011; final certification by December 31, 2012. The credit must be first claimed in a tax year beginning before January 1, 2014.	Certified by Oregon Department of Energy; 800-221-8035; www.oregon.gov/energy.		

Name and description	Oregon law	Carryforward	Transfer?	Code
Child Care Fund contributions (for carry forward purposes only): The credit is allowed for certified contributions made to the Department of Early Learning and Care. An addition to your Oregon income for deducted expenses may be required if you claim this credit.	ORS 315.213	4 years	No	841
	Date credit available	Verification required /Contact		
	For tax years beginning on or after January 1, 2002, and before January 1, 2022.	Certified by Department of Early Learning and Care; 800-556-6616; www.oregon.gov/delc.		

Name and description	Oregon law	Carryforward	Transfer?	Code
Claim of right: This refundable credit is the difference between the actual Oregon tax for the year the claim of right income was included in federal income and the Oregon tax if such income had not been included in federal income. See IRC § 1341(a)(1) and (2).	ORS 315.068	None	No	890
	Date credit available	Verification required /Contact		
	For tax years beginning on or after January 1, 1998.	Taxpayer must keep records for audit verification.		

Name and description	Oregon law	Carryforward	Transfer?	Code
Crop donation: The credit is 15 percent of the value of the quantity of the crop donated computed at the wholesale market price.	ORS 315.156	3 years	No	843
	Date credit available	Verification required /Contact		
	For tax years beginning on or after January 1, 2014 and before January 1, 2026.	See Form OR-CROP, 150-101-240. Taxpayer must keep records for audit verification.		

Name and description	Oregon law	Carryforward	Transfer?	Code
Employer scholarship: The credit may be claimed by an employer with at least four full-time employees. The credit equals 50 percent of scholarships funded, limited to the lesser of the tax liability or \$50,000 for a tax year.	ORS 315.237	5 years	No	847
	Date credit available	Verification required /Contact		
	For tax years beginning on or after January 1, 2002 and before January 1, 2030.	Certified by Oregon Student Assistance Commission; 800-452-8807; www.oregonstudentaid.gov.		

Name and description	Oregon law	Carryforward	Transfer?	Code
Energy conservation projects (for carry forward purposes only): This program allows tax credits for any capital investment for which the first year energy savings yields a simple pay-back period of greater than three years, with listed exceptions. Cogeneration facilities are eligible beginning January 1, 2013. The Oregon Department of Energy may establish criteria and standards to choose between project applicants. Applicants may transfer this tax credit to other taxpayers in exchange for cash at a rate set by the Oregon Department of Energy, known as a pass-through.	ORS 315.331	5 years	Yes	849
	Date credit available		Verification required /Contact	
	For tax years beginning July 1, 2011 and before January 1, 2018.		Certified by Oregon Department of Energy; 800-221-8035; www.oregon.gov/energy.	
Name and description	Oregon law	Carryforward	Transfer?	Code
Fish screening devices: The credit is available for installations of fish screening devices, bypass devices, or fishways. The credit equals 50 percent of installation costs, not to exceed \$5,000 per device.	ORS 315.138	5 years	No	850
	Date credit available		Verification required /Contact	
	For preliminary certifications before January 1, 2024.		Certified by Oregon Department of Fish and Wildlife; 800-720-6339; www.myodfw.com.	
Name and description	Oregon law	Carryforward	Transfer?	Code
Forest conservation: SB 1502 (2022) creates a non-refundable forest conservation tax credit for the stumpage value of timber left standing on the land of a small forestland owner. The amount of the tax credit is certified by the Department of Forestry (ODF) and applies to tax years beginning on or after January 1, 2023. Additionally, HB 2161 (2023) amended the credit from SB 1502 (2022) to increase the computation of the credit under certain conditions. See the bills for additional information.	ORS 315.124	Indefinite	Yes	873
	Date credit available		Verification required /Contact	
	Tax years beginning on or after January 1, 2023.		Certified by Oregon Department of Forestry; www.oregon.gov/odf.	
Name and description	Oregon law	Carryforward	Transfer?	Code
Individual development account (IDA Initiative Fund) donation: The credit is available for donations made to a fiduciary organization approved by Oregon Housing and Community Services. If you claim the credit, you must add back the amount of your donation that you deducted as an expense, if any. For tax years beginning on or after January 1, 2022 this credit is allowed to be claimed for the prior year if the donation is made not later than April 15 following December 31 of the tax year for which the credit is claimed.	ORS 315.271	3 years	No	852
	Date credit available		Verification required /Contact	
	Donations made on or after October 23, 2000 and before January 1, 2030.		Lender must keep records for audit verification. Contact Business Oregon; 503-986-0123; www.oregon.gov/biz.	
Name and description	Oregon law	Carryforward	Transfer?	Code
Lender's credit. Energy conservation (for carry forward purposes only): The credit is available to lenders who provide loans to improve space heating efficiency for oil- and wood-heated residences.	ORS 317.112	15 years for loans made after September 28, 1991.	No	848
	Date credit available		Verification required /Contact	
	For loans made on or after January 1, 1982 and before January 1, 2012.		Include Schedule OR-LENDER, 150-102-125, with your corporation tax return. Retain details for audit verification.	

Name and description	Oregon law	Carryforward	Transfer?	Code
<p>Long-term enterprise zone facilities (for carry forward purposes only):</p> <p>The credit is available for constructing or operating a facility certified in a qualified rural enterprise zone eligible for long-term exemption from property taxes. Credit equals 62.5 percent of payroll, employee benefit costs, and all other employee costs of the facility. The credit is only available against the C corporation tax liability in excess of \$1 million, or lesser amount applicable to counties with population under various thresholds and meeting specified criteria. Beginning January 1, 2005, a taxpayer eligible for the credit is allowed to take other eligible credits if this credit does not offset the tax liability on the return.</p> <p>Important: If you're eligible for this credit, you must submit the credit form, Schedule OR-LTEZ, with your return, regardless of whether you claim the credit.</p>	ORS 317.124	5 years	No	853
	Date credit available	Verification required /Contact		
	For a five to 15-year period; for tax years beginning on or after January 1, 1998 and within three years of the facility being placed in service. For facilities certified on or before June 30, 2018.	See Schedule OR-LTEZ, 150-102-043. Taxpayer must receive written approval from the governor and keep records for audit verification. Contact Business Oregon; 503-986-0123; www.oregon.gov/biz .		

Name and description	Oregon law	Carryforward	Transfer?	Code
<p>Oregon Life and Health Insurance Guaranty Association (OLHIGA) offset (available only to insurance companies):</p> <p>The credit equals 20 percent of the amount paid in each of the five calendar years following the year in which the assessment is paid to OLHIGA. The credit is allowed for payments made under ORS 734.815(8) only. Property and casualty insurers do not qualify for this credit.</p>	ORS 734.835	None	No	None
	Date credit available	Verification required /Contact		
	For tax years beginning before January 1, 2028.	Taxpayer must keep records for audit verification.		

Name and description	Oregon law	Carryforward	Transfer?	Code
<p>Opportunity Grant Fund (auction) (for carry forward purposes only):</p> <p>This credit is by auction conducted by us, in cooperation with the Higher Education Coordinating Commission (HECC). The amount of the credit claimed may not exceed the taxpayer's Oregon tax liability for a tax year.</p> <p>If you claim the credit, you must add back the amount of your contributions that you deducted as an expense, if any.</p> <p>For tax years beginning on or after January 1, 2021, this credit can apply toward the current tax year or the previous tax year for contributions made before April 15 if a return has not yet been filed.</p>	ORS 315.643	3 years	No	871
	Date credit available	Verification required /Contact		
	Tax years beginning on or after January 1, 2018 and before January 1, 2023, unless purchased at auction in the first quarter of 2023.	Certified by the Oregon Higher Education Coordinating Commission; 503-378-5690; www.oregon.gov/highered .		

Name and description	Oregon law	Carryforward	Transfer?	Code
<p>Oregon's affordable housing lender's credit:</p> <p>The credit is available to lending institutions who finance certified housing projects for low-income households. For credit certifications issued on or after September 27, 2007, qualifying loans include loans to develop, acquire, construct, or rehabilitate qualified housing. Qualified housing now includes manufactured dwelling parks and housing preservation projects.</p> <p>Oregon statute was amended to allow a financial institution to claim the tax credit by purchasing bonds if the bond proceeds are used to finance the purchase of affordable housing. These amendments apply between January 1, 2022 and January 1, 2026. See HB 2433 (2021).</p>	ORS 317.097	5 years	No	854
	Date credit available	Verification required /Contact		
	Loans made on or after January 1, 1990 and before January 1, 2032.	See Schedule OR-LENDER, 150-102-125. Annual statement with Oregon Housing and Community Services; 503-986-2000; www.oregon.gov/ohcs .		

Name and description	Oregon law	Carryforward	Transfer?	Code
<p>Oregon Cultural Trust contribution:</p> <p>The credit is 100 percent of contributions to the account that are matched by an equal contribution to an Oregon cultural organization, limited to the lesser of the tax liability or \$2,500 for a tax year.</p>	ORS 315.675	No	No	807
	Date credit available	Verification required /Contact		
	Donations made on or after December 1, 2002 in tax years beginning on or after January 1, 2002 and before January 1, 2028.	Proof of contribution must be provided if requested. Contact Oregon Cultural Trust; 503-986-0088; www.culturaltrust.org .		

Name and description	Oregon law	Carryforward	Transfer?	Code
<p>Oregon low-income community jobs initiative/new markets (for carry forward purposes only):</p> <p>A tax credit was allowed for qualified equity investments in low-income community businesses. The credit equals 39 percent of the purchase price of the qualified equity investment spread over seven years, beginning with the year of investment. The credit can't be more than your tax liability and can't be transferred or sold.</p> <p>The allowable tax credit is: Years 1 and 2 – 0%, Year 3 – 7%, Years 4-7 – 8% each.</p> <p>Note: For investments made on or after July 1, 2012 and before January 1, 2014, any unused credit may be carried forward indefinitely.</p>	ORS 315.533	5 years on investment made on or after January 1, 2014 and before July 1, 2016.	No	855
	Date credit available		Verification required /Contact	
	For investments made on or after July 1, 2012 and before July 1, 2016.	Contact Business Oregon; 503-986-0123; www.oregon.gov/biz .		

Name and description	Oregon law	Carryforward	Transfer?	Code
<p>Oregon Production Investment Fund (auction):</p> <p>Credit is available for contributions to the Oregon Production Investment Fund. The credit equals the amount certified by the Oregon Film and Video Office, except that a contribution must equal at least 90 percent of the credit. An addition to your Oregon income for deducted expenses may be required if you claim this credit.</p> <p>For tax years beginning on or after January 1, 2021, this credit can apply toward the current tax year or the previous tax year for contributions made before April 15 if a return has not yet been filed:</p> <p>A tax credit based on research and development expenses available to qualified semiconductor companies. The Oregon credit is equal to 15 percent of the qualifying research and development expenses as determined in IRC 41. The maximum amount of credit varies based on the number of employees employed by the taxpayer claiming the credit. A portion of the tax credit is refundable if the taxpayer has fewer than 3,000 employees. The exact refund percentage depends on how many employees the taxpayer employs.</p> <p>A deduction may not be taken for the portion of expenses or payments, otherwise allowable as a deduction, that is equal to the amount of the credit claimed.</p>	ORS 315.514	3 years	No	856
	Date credit available		Verification required /Contact	
	Tax years beginning before January 1, 2030.	Certified by the Oregon Film and Video Office; 503-229-5832; www.oregonfilm.org .		

Name and description	Oregon law	Carryforward	Transfer?	Code
<p>Publicly supported housing sale:</p> <p>A tax credit is allowed for the sale of publicly supported housing equal to 2.5 percent of the lesser of the sales price or appraisal value if the owner held the publicly supported housing for at least five years and 5.0 percent of the lesser of the sales price or appraisal if the owner held the publicly supported housing for at least ten years.</p>	ORS 315.283	3 years	No	875
	Date credit available		Verification required /Contact	
	Tax years beginning on or after January 1, 2024 and before January 1, 2030.	Certified by Oregon Housing and Community Services; 503-986-2000; www.oregon.gov/ohcs .		

Name and description	Oregon law	Carryforward	Transfer?	Code
<p>Renewable energy resource equipment manufacturing facility (for carry forward purposes only):</p> <p>The program allowed for a tax credit based upon the certified cost of a renewable energy resource equipment manufacturing facility during the period for which the facility is certified by the Oregon Business Development Department. Applicants may transfer this tax credit to other taxpayers in exchange for cash at a rate set by the Oregon Business Development Department (known as a "pass-through").</p>	ORS 315.341	8 years	Yes	860
	Date credit available		Verification required /Contact	
	Beginning January 1, 2012. Preliminary certification must be received before January 1, 2014 and can remain valid for up to 5 years.	Contact Business Oregon; 503-986-0123; www.oregon.gov/biz .		

Name and description	Oregon law	Carryforward	Transfer?	Code
Research and development for semiconductor companies:	ORS 315.518 to 315.522	5 years	No	874/908
HB 2009 (2023) allows a qualified semiconductor company to claim a tax credit based on research and development expenses. The Oregon credit is equal to 15 percent of the qualifying research and development expenses as determined in IRC 41. The maximum amount of credit varies based on the number of employees employed by the taxpayer claiming the credit. A portion of the tax credit is refundable if the taxpayer has fewer than 3,000 employees. The exact refund percentage depends on how many employees the taxpayer employs. A deduction may not be taken for the portion of expenses or payments, otherwise allowable as a deduction, that is equal to the amount of the credit claimed. To claim this credit, the taxpayer must submit Oregon <i>Schedule OR-RESEARCH</i> , 150-102-130, with their return. Note: Generally, only credits carried forward from C corporation years are allowed on the S corporation return. See ORS 314.766(5).	Date credit available	Verification required /Contact		
	For tax years beginning on or after January 1, 2024 and before January 1, 2030.	File Schedule OR-RESEARCH, 150-102-130, with your Oregon tax return. Contact Business Oregon; 503-986-0123; www.oregon.gov/biz .		

Name and description	Oregon law	Carryforward	Transfer?	Code
Reservation enterprise zone:	ORS 315.506	None	No	810
The credit is available to eligible businesses operating a new business facility in a reservation enterprise zone. The credit equals the tribal property tax imposed on a new business facility that is paid or incurred by the business during the tax year, or the amount of tribal tax paid or incurred by the business during the tax year, if the business has not previously conducted business operations within the reservation enterprise zone. "Tribal tax" includes, but is not limited to, an income or excise tax, an ad valorem property tax, a gross receipts tax, or a sales and use tax.	Date credit available	Verification required /Contact		
	For tax years beginning on or after January 1, 2002 and before January 1, 2030.	File Schedule OR-REZT, 150-102-046, with your corporation tax return. Contact Business Oregon; 503-986-0123; www.oregon.gov/biz .		

Name and description	Oregon law	Carryforward	Transfer?	Code
Rural technology workforce development (for carry forward purposes only):	ORS 315.523	3 years	No	868
The credit equals 12 percent of a taxpayer's expenses that are incurred to establish and implement an employee training program. A qualifying employee training program must be operated in collaboration with a local community college operated under ORS Chapter 341. In addition, the program must be operated in a qualifying county. The term qualifying county is defined in statute.	Date credit available	Verification required /Contact		
	Tax years beginning on or after January 1, 2017.	Taxpayers must keep records for audit verification.		

Name and description	Oregon law	Carryforward	Transfer?	Code
<p>Short line railroad rehabilitation:</p> <p>A transferable tax credit is allowed for short line railroads that pay or incur costs for rehabilitation projects in Oregon. The project costs must be directly related to the work necessary to maintain, reconstruct, or replace tracks, switches, sidings, roadbeds, railroad bridges, or industrial leads owned or leased in Oregon.</p> <p>“Short line railroad” refers to a class II or class III railroad as defined in title 49 of the Code of Federal Regulations, part 1201. Costs that are funded by or used to qualify for state or federal grants or to claim a federal tax credit don’t qualify for the credit.</p> <p>The credit doesn’t take the place of any depreciation or amortization deduction allowed for the rehabilitation project or decrease the taxpayer’s adjusted basis for determining gain or loss.</p> <p>The credit amount depends on whether the short line railroad is in Tier I or Tier II:</p> <ul style="list-style-type: none"> • Tier I. The total length of short line railroad track owned or leased in Oregon is at least 200 miles. • Tier II: Any short line railroad that isn’t a Tier I short line railroad, or is one that is owned or leased by the state, a city, a county, a port, or any other public or municipal corporation. <p>This credit is calculated as the least of:</p> <p>(1) \$1,000 per mile of a Tier I short line railroad owned by a taxpayer,</p> <p>(2) \$3,500 per mile of a Tier II short line railroad owned by a taxpayer, or</p> <p>(3) 50% of the short line railroad rehabilitation project costs paid or incurred by a taxpayer during the tax year in which the credit is claimed.</p> <p>Note: For tax years beginning on or after January 1, 2024, and before January 1, 2026, ORS 315.593 is amended to eliminate the distinction between Tier 1 and Tier 2 railroads for purposes. All taxpayers may claim 50 percent of the costs incurred to rehabilitate the short-line railroad. A credit is not allowed for an amount equal to the greater of costs used to claim the IRC 45G credit or the credit limitation in IRC 45G(b)(1). See House Bill 3406 (2023) for more information.</p>	ORS 315.593	5 years	Yes	872
	Date credit available		Verification required /Contact	
	For tax years beginning on or after January 1, 2020 and before January 1, 2030.		Certified by Oregon Department of Transportation; 888-275-6368; www.oregon.gov/odot.	

Name and description	Oregon law	Carryforward	Transfer?	Code
<p>Transportation projects (for carry forward purposes only):</p> <p>This program allows tax credits for a public or nonprofit entity that provides transit services to members of the public and that receives state or federal funding for those services or an alternative fuel vehicle infrastructure project. Applicants may transfer this tax credit to other taxpayers in exchange for cash at a rate set by the Oregon Department of Energy (known as a “pass-through”).</p>	ORS 315.336	5 years	Yes	863
	Date credit available		Verification required /Contact	
	Transportation project credits, other than alternative fuel vehicle infrastructure project credits, available for tax years beginning on or after January 1, 2011 and before January 1, 2016. Alternative fuel vehicle infrastructure project credits available for tax years beginning on or after January 1, 2011 and before January 1, 2018.		Certified by Oregon Department of Energy; 800-221-8035; www.oregon.gov/energy.	

Name and description	Oregon law	Carryforward	Transfer?	Code
University venture development fund: The credit is available for contributions to a university venture development fund when a tax credit certificate has been issued. The credit potentially equals 60 percent of the certified amount with limitations as to how much may be claimed yearly. For tax years beginning on or after January 1, 2014, the university venture development fund contribution credit shall be claimed in three consecutive tax years, beginning with the year in which the credit's initially allowed. An addition to your Oregon income for deducted expenses may be required if you claim this credit.	ORS 315.640	None	No	864
	Date credit available	Verification required /Contact		
	Tax years beginning on or after January 1, 2006 and before January 1, 2030.	Certified by the Oregon university that established the fund.		

Name and description	Oregon law	Carryforward	Transfer?	Code
Weatherization lender's credit (for carry forward purposes only): The credit is available to commercial lending institutions for below market rate loans made before November 1, 1981 for financing weatherization projects. The credit is equal to the difference between the amount of interest charged at a rate of 6.5 percent and the amount that would have been charged at the lesser of 12 percent or the average percent the lending institution charged for home improvement loans.	ORS 317.111	15 years	No	866
	Date credit available	Verification required /Contact		
	For loans made before November 1, 1981.	Lender must keep records for audit verification.		

Do you have questions or need help?

www.oregon.gov/dor
 503-378-4988 or 800-356-4222
 questions.dor@dor.oregon.gov

Contact us for ADA accommodations or assistance in other languages.