



# Reservation Enterprise Zone Tax Credit Worksheet

Name of taxpayer (as shown on return)		Tax year
Federal employer identification number (FEIN)	Social Security number (SSN)	Business identification number (BIN)

This publication is a guide, not a complete statement, of Oregon Revised Statutes (ORS) or Oregon Department of Revenue Administrative Rules (OAR). Visit [www.oregon.gov/dor/law\\_resources.shtml](http://www.oregon.gov/dor/law_resources.shtml).

Oregon law allows a credit for tribal taxes paid against the taxes that are otherwise due under ORS Chapter 316, or, if the taxpayer is a corporation, under ORS Chapter 317 or 318, to an eligible business operating a new business facility in a reservation enterprise zone (ORS 285C.300–285C.320). To compute the allowable credit, complete this worksheet.

A. Check the box if this is a new business facility acquired (bought or leased, or construction or installation completed) on or after January 1, 2002 (and you are not leasing the facility to someone else).....

If you didn't check the box on line A, you aren't eligible for the credit.

B. What was the business activity (if any) of the business facility within the reservation before you acquired it?

\_\_\_\_\_

C. What is the current business activity of the new business facility? \_\_\_\_\_

\_\_\_\_\_

1. Enter amount of 1a **or** 1b ..... 1 \$

a. Amount of tribal property tax imposed on a new business facility that is paid or incurred by the eligible business during the income or corporate excise tax year, **or**

b. Amount of all tribal tax paid or incurred by the eligible business during the income or corporate excise tax year if the eligible business has not previously conducted business within the reservation enterprise zone.

2. Enter the Oregon tax liability for the year ..... 2 \$

3. Allowable credit (lesser of line 1 or line 2). Enter this amount as an *other credit* on your Oregon individual or corporate return ..... 3 \$

## Instructions For Reservation Enterprise Zone Tax Credit Worksheet

A tax credit is available to an eligible business for tribal tax paid when operating a qualified new business facility conducting revenue producing operations within a 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.

### What qualifies a business to claim this credit?

To qualify, a new business facility must be acquired on or after January 1, 2002, be located within a reservation enterprise zone, and be operating a revenue producing enterprise, other than leasing the facility to another person. Tribal designation of a reservation enterprise zone is certified by the Oregon Business Development Department (dba Business Oregon).

The following do not qualify:

- A facility that is used in the same enterprise as it was previously used.
- Property that replaces existing property that does not expand the capacity of the enterprise.
- Activities as a lessor.

### Who may claim the credit?

Eligible businesses located in Oregon reservation enterprise zones may claim the credit. The credit is available to individuals, partnerships, and corporations.

### How is the credit computed?

The amount of the credit is:

- The amount of tribal property tax imposed on a new business facility of an eligible business that is paid or incurred during the year; or
- The amount of tribal tax paid or incurred by the eligible business during the year, if the eligible business has not previously conducted business operations within the reservation enterprise zone.

The credit is based on the applicable tribal tax paid or incurred during the personal income or corporation excise or income tax year.

The credit may not exceed the tax liability of the taxpayer and may not be carried forward to a succeeding year.

The credit cannot be used to offset the minimum corporation excise tax.

**Corporations.** For tax years 2012 and later, the credit is claimed on *Oregon Schedule ASC-CORP*, 150-102-033) as an *Other credit*. For tax years 2011 and prior, enter the credit directly on your corporation tax return.

**Nonresident and part-year resident** personal income taxpayers who meet the eligibility requirements may receive a credit. The credit must be multiplied by the Oregon percentage on Form 40N or 40P (ORS 316.117).

If a change in the taxable year of a taxpayer occurs as described in ORS 314.085, or if the Department of Revenue terminates the taxpayer’s taxable year under ORS 314.440, the credit allowed under this section shall be prorated or computed in a manner consistent with ORS 314.085. Keep a schedule of your computations with this worksheet.

### Is the worksheet attached to the tax return when filed?

Do not attach the worksheet to your tax return. Keep the completed worksheet with your tax records. Upon audit or examination, make the information available to the department to verify any credit claimed.

### When may the credit be claimed?

The credit may be claimed for the tax year in which the new business facility is placed in service, beginning on or after January 1, 2002.

### Have questions? Need help?

To determine if you qualify for this credit, contact the Oregon Business Development Department (dba Business Oregon):

Internet ..... [www.oregon4biz.com](http://www.oregon4biz.com)  
Telephone ..... 503-986-0123

**General tax information** ..... [www.oregon.gov/dor](http://www.oregon.gov/dor)  
Salem ..... 503-378-4988  
Toll-free from an Oregon prefix ..... 1-800-356-4222

### Asistencia en español:

En Salem o fuera de Oregon ..... 503-378-4988  
Gratis de prefijo de Oregon ..... 1-800-356-4222

### TTY (hearing or speech impaired; machine only):

Salem area or outside Oregon ..... 503-945-8617  
Toll-free from an Oregon prefix ..... 1-800-886-7204

**Americans with Disabilities Act (ADA):** Call one of the help numbers above for information in alternative formats.