

House Bill 2400

Sponsored by Representative DALLUM; Representatives ESQUIVEL, HUNT (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**.

Creates personal income tax credit for physicians who provide medical care to residents of Oregon Veterans' Home. Requires at least 60 percent of physician's total practice to consist of providing care to Oregon Veterans' Home residents in order for physician to qualify for credit.

Applies to tax years beginning on or after January 1, 2008.

A BILL FOR AN ACT

1
2 Relating to physician tax incentives.

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

4 **SECTION 1. Section 2 of this 2007 Act is added to and made a part of ORS chapter 315.**

5 **SECTION 2. (1) A resident or nonresident individual physician licensed under ORS chap-**
6 **ter 677 who is engaged in the practice of medicine qualifies for an annual credit against the**
7 **taxes that are otherwise due under ORS chapter 316 if at least 60 percent of the individual's**
8 **practice consists of providing medical care to residents of an Oregon Veterans' Home.**

9 **(2) The amount of the credit allowed under this section shall be \$5,000 for each year the**
10 **taxpayer qualifies for the credit.**

11 **(3) A nonresident shall be allowed the credit described in this section in the proportion**
12 **provided in ORS 316.117. If a change in the status of a taxpayer from resident to nonresident**
13 **or from nonresident to resident occurs, the credit allowed by this section shall be determined**
14 **in a manner consistent with ORS 316.117.**

15 **(4) For purposes of this section, an individual's practice shall be determined on the basis**
16 **of actual time spent in practice each week in hours or days, whichever is considered by the**
17 **Director of Veterans' Affairs to be more appropriate. In the case of a shareholder of a cor-**
18 **poration or a member of a partnership, only the time of the individual shareholder or partner**
19 **shall be considered, and the full amount of the credit shall be allowed to each shareholder**
20 **or partner who qualifies in an individual capacity.**

21 **(5) The Director of Veterans' Affairs shall assist the Department of Revenue in deter-**
22 **mining if a taxpayer claiming a credit under this section qualifies for the credit.**

23 **SECTION 3. Section 2 of this 2007 Act applies to tax years beginning on or after January**
24 **1, 2008.**

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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.