

# Oregon Agriculture Workforce Housing Tax Credit – HB 2096A

House Committee on Revenue – 4/19/2021

Oregon Legislative Revenue Office



# Purpose of Credit

- Not currently in statute
- 1989 implementing legislation
  - “it is the policy of this state to insure adequate agricultural labor accommodations commensurate with the housing needs of Oregon’s workers that meet decent health, safety and welfare standards (ORS 197.677)”
- LRO summary of purpose
  - “To provide support for the construction or rehabilitation of agriculture workforce housing thereby supporting the goal of ensuring adequate agricultural labor housing through a collaboration of the public, private, and nonprofit sectors”





# How the Tax Credit Works

- Credit available to corporate or personal income taxpayers that are owner or operator of agriculture workforce housing
- Credit = 50% of eligible costs to complete agriculture workforce housing project
- Eligible housing projects: construction, rehabilitation or acquisition of agriculture workforce housing
- Eligible costs: Acquisition, finance, construction, excavation, installation & permits
- Limited to occupancy by agricultural workers & immediate family (includes retired and/or disabled ag. workers)
- Credit taken over 10 years, may take up to 20% of credit value in any one year
- Credit is transferable, 9-year carryforward
- Sunsets 1/1/2026





# Credit Certification & Requirements

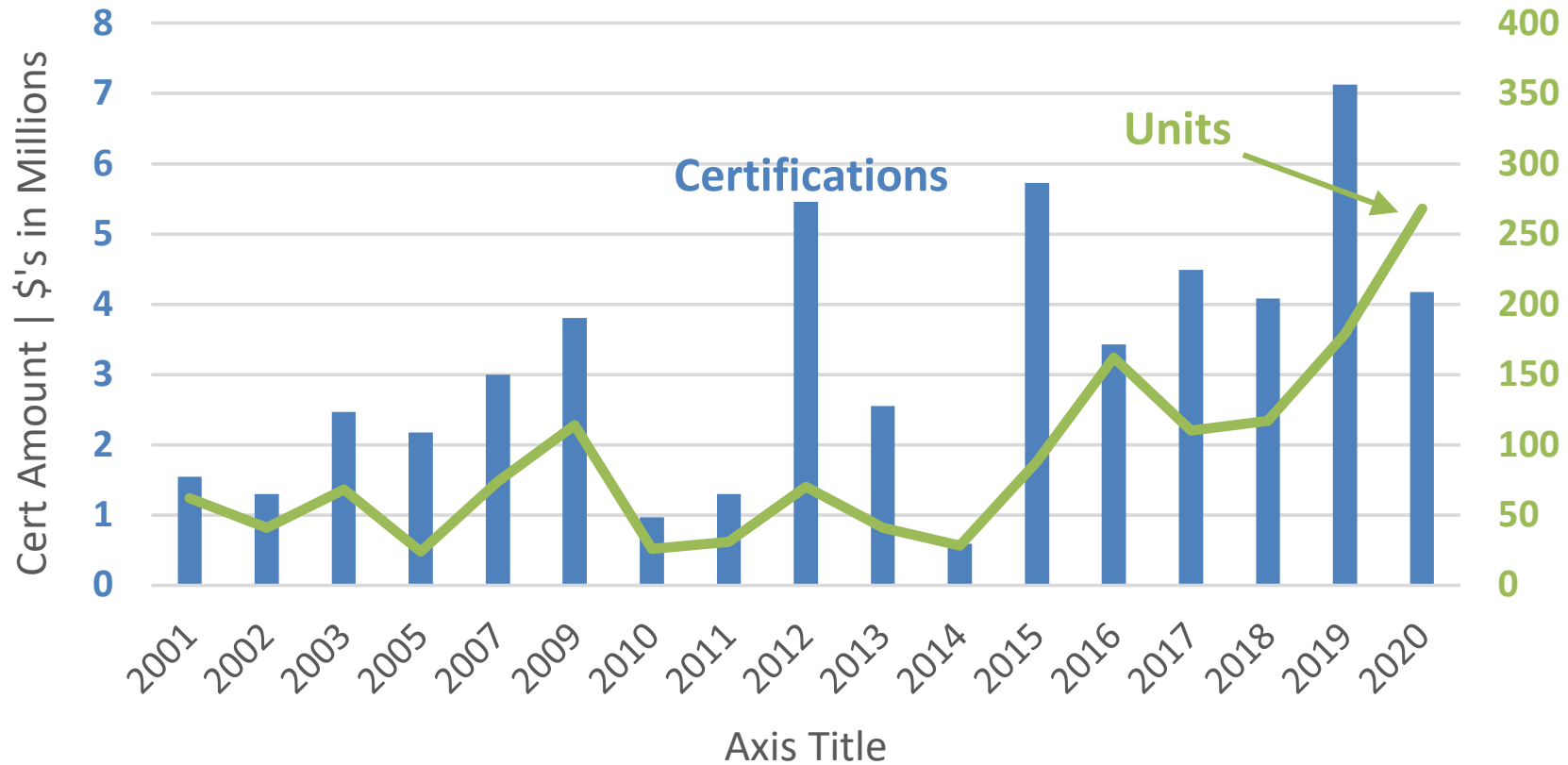
- Certification required by Housing & Community Services Department
- HCSD certifications limited to \$7.25 million per year (\$3.625 million in credits, credit= 50% of certified amount)
- HB 2096A change to limit
  - Credit limit to \$24M per biennium (up from \$7.25M in credits per biennium)





# Number of Projects & Units

## HCSD Certifications | Housing Units





# Historic Cost of Credit

