

## SB 1524 - Section by Section Description

Section(s)	Description
1	<u>Film &amp; Video Auctioned Tax Credit</u> Increases expense reimbursement percentage allowed to single film or single local media production project from Oregon Production Investment Fund (OPIF). Applies to fiscal years beginning on or after July 1, 2022.
2	<u>Rural Medical Credit</u> Expands availability of income tax credit to include certified medical laboratory scientists & technicians that are employed by hospital ≥ 50 miles from a major population center. Applies to tax years beginning on or after January 1, 2022.
3-4, 10	<u>Business Alternative Income Tax (BAIT) (Pass-through entity SALT workaround)</u> Disallows other state's tax credits from offsetting OR BAIT tax liability. Authorizes Department of Revenue to require estimated payments. Applies to tax years 2022 & 2023, and estimated payments due on and after June 15, 2022. Makes conforming statutory language changes.  Restricts Department of Revenue from imposing interest or penalty based on underpayment or underreporting due to estimated payment changes.
5-6	<u>Corporate Activity Tax (CAT)</u> Makes administrative technical changes to accommodate businesses filing CAT returns using a fiscal year that differs from the calendar year.
7	<u>Multistate Tax Compact (MTC)</u> Increases limit on MTC revolving account, from \$150,000 to \$250,000.
8	<u>Property Tax Exemption for New Housing in Rural Counties</u> Modifies income limitation for recently enacted (HB 2438, 2021) property tax exemption permissive to counties with population < 15,000. Modifies income specification from "taxable income" to "adjusted gross income".
9, 11	<u>Applicability Specifications</u>
<b>Amendments</b>	
-1	Extends sunset of Gain Share program by 6 years (July 15, <del>2024</del> 2030).
-10	<u>CAT</u> - Exempts from corporate activity tax, amounts received by an eligible pharmacy in receipt for sale of prescription drugs. Defines eligible pharmacy as a pharmacy that has fewer than six locations under common ownership <b>in the United States</b> and is not a pharmacy that caters primarily to veterinary customers.
-11	<u>CAT</u> - Exempts from corporate activity tax, amounts received by an eligible pharmacy in receipt for sale of prescription drugs. Defines eligible pharmacy as a pharmacy that has fewer than six locations under common ownership <b>in Oregon</b> and is not a pharmacy that caters primarily to veterinary customers.
-12	<u>BAIT</u> - Removes proposed changes regarding pass through entity's election to be subject to BAIT. Specifies federally deducted BAIT to be an addition on member's income tax return. Requires estimated payments and requires DOR to adopt rules providing relief from penalty if sufficient estimated payments are made by either a pass-through entity or its members.