

**REVENUE IMPACT OF  
PROPOSED LEGISLATION**  
83rd Oregon Legislative Assembly  
2025 Regular Session  
Legislative Revenue Office

Bill Number: HB 2097  
Revenue Area: Income Taxes  
Economist: Kyle Easton  
Date: 5/19/2025

*Only Impacts on Original or Engrossed  
Versions are Considered Official*

**Measure Description:**

Extends the sunset of the crop donation tax credit by six years, from January 1, 2026, to January 1, 2032.

**Revenue Impact (in \$Millions):**

	Fiscal Year		Biennium		
	2025-26	2026-27	2025-27	2027-29	2029-31
General Fund	\$0	-\$0.2	-\$0.2	-\$0.4	-\$0.6

**Impact Explanation:**

Since 2014 when the credit was reinstated, the annual reduction in tax revenue due to the credit has averaged about \$200K with roughly 100 taxpayers claiming the credit per year. The credit is non-refundable meaning taxpayers need sufficient tax liability to claim the credit. Unused credit amounts may be carried forward by the taxpayer and used to reduce tax liability in up to three succeeding tax years. An analysis of recent tax year individual claimants indicates that while about 10% of taxpayers claiming the credit claimed a credit amount of \$10,000 or more, such taxpayers accounted for about 50% of the total amount of credits claimed. Roughly one-third of taxpayers claiming the credit had an adjusted gross income (AGI) exceeding \$100K and accounted for about two-thirds of the total credit amount claimed.

The revenue impact estimate was made through an analysis of historical credit use. The 2025-27 estimate is lower than subsequent biennia in part due to the current law sunset of the credit occurring midway through the 2025-27 biennium.

**Creates, Extends, or Expands Tax Expenditure: Yes ☒ No ☐**

The policy purpose of this credit is to increase the amount of food donated by food producers to charities that serve individuals and families experiencing hunger by offsetting expenses incurred during the collection, transportation, and storage of donated food.