

## Section Contents: SB 1586 intro

Sec.	Policy Description
1-6	<b>Expansion of Oregon's Research and Development (R&amp;D) Tax Credit</b> <ul style="list-style-type: none"> <li>Expands R&amp;D income tax credit for semiconductor companies to include "qualified alternative energy production company" and "qualified biotechnology company"</li> <li>Expands availability of 25% refundable tax credit to companies with employees <math>\geq 3,000</math></li> <li>Requires Oregon Business Development Department (OBDD) to establish a reserve amount sufficient to ensure qualified companies with fewer than 150 employees receive full certification, otherwise requires OBDD to certify in order received.</li> <li>Applies to tax years 2027 and later</li> <li>Extends credit's sunset by 6 years, from January 1, 2030, to January 1, 2036</li> <li>Doubles certification limits <ul style="list-style-type: none"> <li>2025-27 biennium: <del>\$80M</del> \$160M   2027-29 biennium: <del>\$90M</del> \$180M</li> <li>2029-30 fiscal year: <del>\$50M</del> \$100M   Unlimited thereafter</li> </ul> </li> </ul>
7	<b>Permissive Property Tax Exemption</b> <ul style="list-style-type: none"> <li>Allows city or county to create a property tax exemption for new or modernized machinery and equipment used by an advanced manufacturing business</li> <li>Limits exemption to no more than five years</li> </ul>
8-9	<b>Standard Enterprise Zone Property Tax Exemption</b> <ul style="list-style-type: none"> <li>Expands exemption years available from 3-5 years to 3-10 years</li> </ul>
10-13	<b>School Support Fee in Lieu of Property Taxes</b> <ul style="list-style-type: none"> <li>Makes school support fee optional for standard enterprise zone exemption and long-term rural enterprise zone exemption</li> </ul>
14	<b>Oregon Industrial Site Readiness</b> <ul style="list-style-type: none"> <li>Reduces employment requirements to qualify as an eligible employer for the Industrial Site Readiness Program</li> <li>Modifies existing requirement that each employer increase qualified average annual employment by the minimum 25 (rural site) or 50 (urban site), to require employment to increase by such amounts for each industrial site in aggregate</li> </ul>
15-18	<b>Applications for Agency Permits</b> <ul style="list-style-type: none"> <li>Directs certain state agencies to establish deadlines within which the agency intends to process applications for permits and to publish catalog of permits issued</li> </ul>
19-21	<b>Land Use</b> <ul style="list-style-type: none"> <li>Adds rural reserves in Washington County to Metro to be used for high-technology and advance manufacturing purposes</li> </ul>