

If you have more items than will fit on a single schedule, provide the codes and amounts on additional schedules and add the total to your tax return. Include all the schedules with your Form 40.

Round all cents to the nearest dollar. For example, \$99.49 becomes \$99.00, and \$99.50 becomes \$100.00

Note: All credit codes have changed beginning with tax year 2015.

Section 1: Additions (codes 102–160)

Additions are items the federal government doesn't tax but Oregon does. Addition codes are listed below. For detailed information regarding additions, see pages 54–61 in the 2015 *Publication 17½*, at www.oregon.gov/dor/personal.

Step 1: Complete the table in Section 1 with the code and amount reported for each addition.

Step 2: Fill in the total of all additions. Enter this amount on Form 40, line 8.

Addition codes:

- Accumulation distribution of a trust [code 132].
- Basis of business assets transferred to Oregon [code 150].
- Business credit—unused [code 122].
- Charitable donations not allowed for Oregon [code 160].
- Claim of right income repayments [code 103].
- Contributions to Alternative Fuel Vehicle Fund [code 141].
- Contributions to Child Care Fund [code 142].
- Contributions to Oregon Cultural Trust [code 143].
- Contributions to Oregon Production Investment Fund [code 144].
- Contributions to Renewable Energy Development Fund [code 145].
- Contributions to University Venture Development Fund [code 146].
- Depletion in excess of property basis [code 151].
- Depreciation difference for Oregon [code 152].
- Disposition of inherited Oregon farmland or forestland [code 106].
- Domestic production activities deduction [code 102].
- Federal depreciation disconnect [code 153].
- Federal election on interest and dividends of a minor child [code 107].
- Federal estate tax on income in respect of a decedent [code 157].
- Federal income tax refunds [code 109].
- Federal law disconnect [code 131].
- Fiduciary adjustment from Oregon estates and trusts [code 133].
- Gain or loss on the sale of depreciable property with different basis for Oregon [code 154].

- Gambling losses claimed as an itemized deduction [code 134].
- Individual Development Account donation credit add-back [code 138].
- Individual Development Account non-qualified withdrawal [code 137].
- Interest on state and local government bonds outside of Oregon [code 158].
- Lump-sum distribution from a qualified retirement plan [code 139].
- Net operating loss—non-Oregon source [code 116].
- Oregon 529 College Savings Plan non-qualified withdrawal [code 117].
- Oregon deferral of reinvested capital gain [code 118].
- Oregon-only Schedule A items [code 135].
- Partnership and S corporation modifications for Oregon [code 119].
- Passive activity losses [code 155].
- Passive foreign investment company income [code 140].
- Prescription drug plan subsidies [code 123].
- Prior federal subtraction for retirement savings contribution [code 159].
- Refund of Oregon-only schedule items from a prior year [code 136].
- Suspended losses [code 156].
- Taxes paid to another state (individual and business) [code 148].

Section 2: Subtractions (codes 300–358)

Subtractions are items the federal government taxes but Oregon doesn't. Subtraction codes are listed below. For detailed information regarding subtractions, see pages 62–80 in the 2015 *Publication 17½*.

Step 1: Complete the table in Section 2 with subtractions you're claiming that aren't listed on the return. Fill in the code and amount claimed for each subtraction.

Step 2: Fill in the total of all subtractions. Enter this amount on Form 40, line 13.

Subtraction codes:

- American Indian [code 300].
- Artist's charitable contribution [code 301].
- Basis of business assets transferred to Oregon [code 358].
- Capital Construction Fund (CCF) [code 339].
- Construction worker and logger commuting expenses [code 303].
- Depreciation difference for Oregon [code 354].
- DISC dividend payments [code 352].
- Discharge of indebtedness [code 350].
- Federal business and health coverage credits [code 340].

- Federal education credits (tuition and fees deduction) [code 308].
- Federal gain previously taxed by Oregon [code 306].
- Federal income tax from a prior year [code 309].
- Federal pension income [code 307].
- Fiduciary adjustments from Oregon estates and trusts [code 310].
- Film production labor rebate [code 336].
- Foreign tax [code 311].
- Gain or loss on the sale of depreciable property with a different basis for Oregon [code 355].
- Individual Development Account contribution [code 314].
- Interest and dividends from U.S. government [code 315].
- Interest from local government bonds [code 317].
- Land donations to educational institutions [code 316].
- Legislative Assembly salary and expenses [code 335].
- Military active duty pay [code 319].
- Mobile home park capital gain [code 338].
- Mobile home tenant payment [code 344].
- Mortgage interest credit [code 320].
- Net operating loss [code 321].
- Oregon 529 College Savings Plan deposits [code 324].
- Oregon investment advantage [code 342].
- Oregon Lottery winnings [code 322].
- Partnership or S corporation modifications for Oregon [code 323].
- Passive activity losses [code 356].
- Previously taxed employee retirement plans [code 327].
- Previously taxed IRA conversions [code 348].
- Public Safety Memorial Fund award [code 329].
- Railroad Retirement Board benefits: tier 2, windfall/ vested dual, supplemental, and railroad unemployment benefits [code 330].
- Scholarship awards used for housing expenses [code 333].
- Special Oregon medical subtraction [code 351].
- Suspended losses [code 357].
- Taxable benefits paid for former RDPs [code 347].
- U.S. government interest in IRA or Keogh distributions [code 331].

Section 3: Standard credits (codes 801–814)

Standard credits are nonrefundable credits that can only be claimed on the current year's tax return. Credit amounts awarded and not used in the current tax year will be lost. If you have both standard credits and carryforward credits, standard credits are used first. Standard credit codes are listed below. For detailed information regarding standard credits, see pages 94–105 in the 2015 *Publication 17½*.

Step 1: Complete the table in Section 3 with credits you're claiming that have a code between 801–814. Fill in the code and the amount being claimed for each standard credit.

Step 2: If you're claiming a credit for income taxes paid to another state on income that was also taxed by Oregon, use code 802 and enter that state's

abbreviation in the corresponding box. If you aren't claiming this credit, leave this box blank.

Step 3: Fill in the total of all standard credits. Enter this amount on Form 40, line 27.

Standard credit codes:

- Elderly or disabled [code 801].
- Income taxes paid to another state [code 802].
- IDA withdrawal for home purchase [code 803].
- Loss of use of limbs [code 804].
- Low-income caregiver credit [code 805].
- Mutually taxed gain on the sale of residential property [code 806].
- Oregon Cultural Trust contributions [code 807].
- Oregon Veterans' Home physicians [code 808].
- Reservation enterprise zone [code 810].
- Retirement income [code 811].
- Rural EMTs [code 812].
- Rural health practitioners [code 813].
- University Venture Development Fund [code 814].

Note: The University Venture Development Fund credit is taken over multiple years. If you are claiming this credit, follow the below examples.

Example 1: Jean and Glen are married and in 2014 contributed \$50,000 to the University Venture Development Fund. They are able to claim a credit (code 814) up to 20 percent of the amount contributed for the next three consecutive years, totaling no more than 60 percent of the contribution. Jean and Glen can claim a credit up to \$10,000 in 2014; \$10,000 in 2015; and \$10,000 in 2016.

Example 2: In addition to the scenario above, in 2015, Jean and Glen contributed \$25,000 to the University Venture Development Fund. For that contribution, they can claim up to \$5,000 in 2015; \$5,000 in 2016; and \$5,000 in 2017. For 2015, Jean and Glen can claim up to \$15,000 (\$10,000 from their 2014 contribution and \$5,000 from their 2015 contribution).

Section 4: Carryforward credits (codes 835–865)

Carryforward credits are nonrefundable credits for which any unused portion in the current tax year may be carried forward to the following tax year. The number of years that a credit can be carried forward varies according to the carryforward rules of the credit. Carryforward credit codes are listed below. For detailed information regarding carryforward credits, see pages 106–118 in the 2015 *Publication 17½*.

Step 1: Complete the table in Section 4 with credits you're claiming that have a code between 835–865. Fill in the code being claimed for each carryforward credit.

Step 2: Fill in the amount of the credit that is carried forward from the previous tax year and enter it into the "amount carried forward from the previous year" column, if any.

- Step 3: Fill in the credit amount you earned in 2015, and enter it in the “Amount awarded this year” column, if any.
- Step 4: Fill in the credit amount you’re claiming this year. The credit amount you’re claiming this year can’t be more than the combined total of the amount carried forward from the previous year and the amount awarded this year. Any excess credit not claimed may be carried forward to the following tax year, if it doesn’t expire according to the carryforward rules of the credit.
- Step 5: Fill in the total of all carryforward credits being claimed. Enter this number on Form 40, line 28. The total of all carryforward credits can’t be more than the tax minus the total of all standard credits (line 24 minus the sum of lines 25 through 27). If your carryforward credits are more than the tax minus standard credits, you need to reduce how much you are claiming on one or more of your carryforward credits. If you have more than one carryforward credit, consider claiming the maximum allowed on credits with earlier expirations first.

Example 3: Donna and Wally have \$3,200 of unused diesel engine replacement credit originally awarded in 2011. They also qualify for a 2015 residential energy credit of \$2,500. Their 2015 tax liability after standard credits is \$5,000. Because 2015 is the last year the diesel engine replacement carryforward can be claimed, they will claim all of the \$3,200 credit. Donna and Wally will also claim \$1,800 of their 2015 residential energy credit. The remaining \$700 (\$2,500 – \$1,800) can be carried forward for up to five years.

Carryforward credit codes:

- Agriculture workforce housing [code 835].
- Alternative fuel vehicle auction [code 865].
- Biomass production/collection [code 838].
- Business energy [code 839].
- Child and dependent care [code 840].
- Child Care Fund contributions [code 841].
- Crop donation [code 843].

- Diesel engine replacement carryforward [code 844].
- Electronic commerce zone investment [code 845].
- Employer-provided dependent care assistance [code 846].
- Employer scholarship [code 847].
- Energy conservation project [code 849].
- Fish screening devices [code 850].
- IDA donation [code 852].
- Oregon low-income community jobs initiative [code 855].
- Oregon Production Investment Fund [code 856].
- Pollution control facilities [code 857].
- Renewable energy development contributions [code 859].
- Renewable energy resource equipment manufacturing facility carryforward [code 860].
- Residential energy [code 861].
- Riparian land carryforward [code 862].
- Transportation projects [code 863].

For business tax credits available to S corporation shareholders, see page 94 and 107–119 of the 2015 *Publication 17*½.

Section 5: Refundable credits (codes 890–894)

Refundable credits can only be claimed on your current year’s tax return; however, any amount that is more than your tax will be refunded to you. Refundable credit codes are listed below. For detailed information regarding refundable credits, see pages 119–123 in the 2015 *Publication 17*½.

- Step 1: Complete the table in Section 5 with credits you’re claiming that have a code between 890–894. Fill in the code and amount being claimed for each refundable credit.
- Step 2: Fill in the total of all refundable credits. Enter this amount on Form 40, line 36.

Refundable credit codes:

- Claim of right [code 890].
- Earned income [code 894].
- Mobile home park closure [code 891].
- Wolf depredation [code 892].
- Working family child care [code 893].

Numeric codes for Oregon additions, subtractions, modifications, and credits

Numeric codes are required when you are claiming or reporting one of the following items on Schedule OR-ASC or OR-ASC-N/P. If you have multiple items that use the same code, add them together and enter as a single item. Include the schedule when you file your return. "PR" indicates a prorated credit.

Adjustments—Schedule OR-ASC-N/P, Section 1, see pages 49 to 53.	40	40N	40P	Code
Certain business expenses of reservists, performing artists, and fee-basis government officials—Form 1040, Line 24		X	X	002
Health savings account deduction – Form 1040, Line 25		X	X	003
Penalty on early withdrawal of savings—Form 1040, Line 30		X	X	004
Any other adjustments reported on Form 1040, Line 36		X	X	005
Domestic production activities deduction—Form 1040, Line 35		X	X	006

Additions—Schedule OR-ASC, Section 1 or OR-ASC-N/P, Section 2, see pages 54 to 61 and pages 81 to 92.	40	40N	40P	Code
Domestic production activities deduction	X	X	X	102
Claim of right income repayments	X			103
Disposition of inherited Oregon farmland or forestland	X	X	X	106
Federal election on interest and dividends of a minor child	X	X	X	107
Federal income tax refunds	X			109
Net operating loss—non-Oregon source	X	X	X	116
Oregon 529 College Savings Plan non-qualified withdrawal	X	X	X	117
Oregon deferral of reinvested capital gain	X	X	X	118
Partnership and S corporation modifications for Oregon	X	X	X	119
Business credit—unused	X	X	X	122
Prescription drug plan subsidies	X	X	X	123
Federal law disconnect	X	X	X	131
Accumulation distribution from a trust	X	X	X	132
Fiduciary adjustment from Oregon estates and trusts	X	X	X	133
Gambling losses claimed as an itemized deduction	X			134
Oregon-only Schedule A items	X			135
Refund of Oregon-only Schedule items from a prior year	X			136
Individual Development Account Non-Qualified Withdrawal	X	X	X	137
Individual Development Account donation credit add-back	X			138
Lump-sum distribution from a qualified retirement plan	X	X	X	139
Passive foreign investment company income	X	X	X	140
Contributions to Alternative Fuel Vehicle Fund	X			141
Contributions to Child Care Fund	X			142
Contributions to Oregon Cultural Trust	X			143
Contributions to Oregon Production Investment Fund	X			144
Contributions to Renewable Energy Development Fund	X			145
Contributions to University Venture Development Fund	X			146
Taxes paid to another state (individual and business)	X	X	X	148

Basis of business assets transferred to Oregon	X	X	X	150
Depletion in excess of property basis	X	X	X	151
Depreciation difference for Oregon	X	X	X	152
Federal depreciation disconnect	X	X	X	153
Gain or loss on the sale of depreciable property with different basis for Oregon	X	X	X	154
Passive activity losses	X	X	X	155
Suspended losses	X	X	X	156
Federal estate tax on income in respect of a decedent	X			157
Interest on state and local government bonds outside of Oregon	X	X	X	158
Prior federal subtraction for retirement savings contribution	X	X	X	159
Charitable donations not allowed for Oregon	X			160

Subtractions—Schedule OR-ASC, Section 2 or OR-ASC-N/P, Section 3, see pages 24 and 62 to 92.	40	40N	40P	Code
American Indian	X	X	X	300
Artist's charitable contribution	X			301
Construction worker and logger commuting expenses	X	X	X	303
Federal gain previously taxed by Oregon	X	X	X	306
Federal pension income	X	X	X	307
Federal education credits (tuition and fees deduction)	X	X	X	308
Federal income tax from a prior year	X			309
Fiduciary adjustments from Oregon estates and trusts	X	X	X	310
Foreign tax	X			311
Individual Development Account contributions	X	X	X	314
Interest and dividends on U S bonds and notes	X	X	X	315
Land donation to educational institutions	X	X	X	316
Interest from state and local government bonds	X	X	X	317
Military active duty pay	X	X	X	319
Mortgage interest credit	X			320
Net operating loss	X	X	X	321
Oregon lottery winnings	X	X	X	322
Partnership and S corporation modifications for Oregon	X	X	X	323
Oregon 529 College Savings Plan deposit	X	X	X	324
Oregon income tax refund		X	X	325
Previously taxed employee retirement plans	X	X	X	327
Public Safety Memorial Fund award	X	X	X	329
Railroad Retirement Board benefits: Tier 2, windfall/vested dual, supplemental, and railroad unemployment benefits	X	X	X	330
US government interest in IRA or Keogh distributions	X	X	X	331
Scholarship awards used for housing expenses	X	X	X	333
Legislative Assembly salary and expenses	X	X	X	335
Film production labor rebate—Greenlight Oregon Labor Rebate Fund	X	X	X	336
Mobile home park capital gain	X	X	X	338
Capital Construction Fund (CCF)	X	X	X	339
Federal business and health coverage credits	X	X	X	340

Income from a composite return		X	X	341
Oregon Investment Advantage	X	X	X	342
Mobile home tenant payment	X	X	X	344
Taxable benefits for former RDPs	X	X	X	347
Previously-taxed IRA conversions	X	X	X	348
Discharge of indebtedness	X	X	X	350
Special Oregon medical	X	X	X	351
DISC dividend payments	X	X	X	352
Depreciation difference for Oregon	X	X	X	354
Gain or loss on sale of depreciable property with different basis for Oregon	X	X	X	355
Passive activity losses	X	X	X	356
Suspended losses	X	X	X	357
Basis of business assets transferred to Oregon	X	X	X	358

Modifications—Schedule OR-ASC-N/P, Section 4 only, see pages 54 to 92.	40	40N	40P	Code
Charitable art donation			X	600
Federal income tax refunds		X	X	601
Federal tax from a prior year		X	X	602
Foreign tax		X	X	603
Gambling losses claimed as an itemized deduction		X	X	604
Federal estate tax on income in respect of a decedent		X	X	605
Mortgage interest credit deduction		X	X	607
Federal health coverage credit		X	X	609
Contributions to Alternative Fuel Vehicle Fund		X	X	641
Contributions to Child Care Fund		X	X	642
Contributions to Oregon Cultural Trust		X	X	643
Contributions to Oregon Production Investment Fund		X	X	644
Contributions to Renewable Energy Development Fund		X	X	645
Contributions to University Development Venture Fund		X	X	646
Individual development accounts donation credit add-back		X	X	648
Claim of right income repayment		X	X	649
Charitable donations not allowed for Oregon		X	X	650

Standard credits—Schedule OR-ASC, Section 3 or OR-ASC-N/P, Section 5, see pages 94 to 106.	40	40N	40P	Code
Elderly or disabled	X	PR	PR	801
Income taxes paid to another state	X	X	X	802
Individual Development Account withdrawal for home purchase	X	X	X	803
Loss of use of limbs	X	X	X	804
Low-income caregiver credit	X	X	X	805
Mutually-taxed gain on the sale of residential property	X	X	X	806
Oregon Cultural Trust contributions	X	PR	PR	807
Oregon Veterans' Home physicians	X	PR	PR	808
Political contributions		X	X	809

Reservation enterprise zone	X	PR	PR	810
Retirement income	X	X	X	811
Rural emergency medical technicians	X	PR	PR	812
Rural health practitioners	X	PR	PR	813
University Venture Development Fund	X	PR	PR	814

Carryforward credits—Schedule OR-ASC, Section 4 or OR-ASC-N/P, Section 6, see pages 106 to 118.	40	40N	40P	Code
Agriculture workforce housing	X	PR	PR	835
Biomass production/collection	X	PR	PR	838
Business energy	X	X	X	839
Child and dependent care	X	PR	PR	840
Child Care Fund contributions	X	X	X	841
Crop donation	X	PR	PR	843
Diesel engine replacement carryforward	X	PR	PR	844
Electronic commerce zone investment	X	PR	PR	845
Employer-provided dependent care assistance	X	X	PR	846
Employer scholarship	X	PR	PR	847
Energy conservation projects	X	X	X	849
Fish screening devices	X	PR	PR	850
Individual Development Account donation	X	X	X	852
Oregon Low Income Community Jobs Initiative	X	X	X	855
Oregon Production Investment Fund	X	X	X	856
Pollution control facilities	X	X	X	857
Renewable energy development contributions	X	X	X	859
Renewable energy resource equipment manufacturing facility (carryforward only)	X	X	X	860
Residential energy	X	PR	PR	861
Riparian land carryforward	X	PR	PR	862
Transportation projects	X	X	X	863
Alternative fuel vehicle auction	X	X	X	865
Carryforward credits available only to S corporation shareholders.				
Agriculture workforce housing loans (S corporation only)	X	X	X	836
Alternative fuel vehicle fueling stations, carryforward only (S corporation only)	X	X	X	851
Alternative qualified research activities (S corporation only)	X	X	X	837
Contribution of computers or scientific equipment for research, carryforward only (S corporation only)	X	X	X	842
Lender's credit: affordable housing (S corporation only)	X	X	X	854
Lender's credit: energy conservation, carryforward only (S corporation only)	X	X	X	848
Long-term rural enterprise zone facilities (S corporation only)	X	X	X	853
Qualified research activities (S corporation only)	X	X	X	858

Refundable credits—Schedule OR-ASC, Section 5 or OR-ASC-N/P, Section 7, see pages 119 to 123.	40	40N	40P	Code
Claim of right	X	PR	PR	890
Mobile home park closure	X	X	X	891
Wolf depredation	X	PR	PR	892
Working Family Child Care (WFC)	X	PR	PR	893
Earned Income Credit (EIC)	X	PR	PR	894