



State of Oregon  
Department of Revenue  
1-800-356-4222  
[www.dor.state.or.us](http://www.dor.state.or.us)

# Taxpayer's Annual Worksheet for Pollution Control Facility Tax Credit

		Certificate Number	Date of Issue
Name of Taxpayer (as shown on taxpayer's return)	Social Security Number	Current Tax Year	
Name of Business (if different from taxpayer)	Federal Identification Number	Business Identification Number	

Business is operated as: ☐ Sole Proprietorship ☐ Partnership ☐ Corporation ☐ Fiduciary

Beginning with the year certificate was issued, enter each year of the remaining useful life (see reverse side)										
1. Annual credit - Tax Credit shown on certificate face divided by the remaining useful life at time of certificate issuance according to ORS 315.304(2)										
2. Credit carryover from prior years										

The certificate holder may carry-forward any unused credit in any one tax-year for up to **three** years. The taxpayer should carry-forward the oldest credit first. Prepare and attach a schedule to show how you computed the credit carryover amount entered on line 2.

3. Total credit available - line 1 plus line 2										
4. Net tax after other credits										

You may choose the order in which tax credits will reduce the current year tax. Prepare and attach a schedule to show which credits you want to apply to your tax liability before the pollution control credit. Enter the net tax from your schedule on line 4.

5. Pollution control facility tax credit for this year - lesser of line 3 or line 4										
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**Carry the amount on line 5 to the applicable tax credit line on your Oregon corporation, fiduciary, or individual tax return.**

- See ORS 315.304(4) and OAR 150-315.304(4) for instructions regarding who may claim the credit.
- Shareholders in an S corporation** can find information on claiming the credit in ORS 314.752.
- Partners in a partnership** may claim a credit on their individual return based on the partner's share of the certified facility cost.
- All taxpayers should keep the original certification/worksheet in their files for audit verification. If you are a **corporation**, attach a copy to your Oregon corporation tax return if you claim a credit.
- You can deduct depreciation on a facility even though you claim the credit. [OAR 150-315-304(10)] Any credits you claim do not reduce your basis in the facility.
- You must notify the Department of Environmental Quality (DEQ) if you sell or otherwise dispose of the facility.



Enter the following information from the face of the Pollution Control Facility Certificate to compute the annual tax credit.

Annual Credit Work Area

			<b>Example</b>
\$		a. Actual cost of pollution control facility	\$229,342
	X      %	b. Percent of actual cost properly allocable to pollution control	X      100%
\$		c. Actual cost (a.) multiplied by Percent allocable (b.)	\$229,342
	X      50%	d. Maximum Tax credit allowed	X      50%
\$		e. Eligible Tax Credit = (c.) multiplied by (d.)	\$114,671
	÷	f. Remaining Useful Life (see below)	÷      9
\$		g. Yearly allowable credit	\$12,741

Remaining Useful Life

The useful life of the facility begins on the date the taxpayer places the facility into operation. The taxpayer may take the tax credit over the remaining useful life at the time of certification but not less than one year or more than ten years. Calculate the spent life by subtracting the date you placed the facility into operation from the date of certificate issuance.

		<b>Example</b>
Year in Date of Issue		2001
Year in Placed in Operation -		2000
Spent Life		1

Subtract the spent life from the useful life (1-year minimum, 10-year maximum.)

The 2001 legislature provided an additional three-year carry forward on any unexpired tax credit that exists as of the tax year of the taxpayer that begins in the 2001 calendar year. This means the certificate holder of these certificates may carry-forward unused credits for a total of 6 years.

An expired tax credit is defined as, "Any tax credit otherwise allowable under this section which is not used by the taxpayer in a particular year may be carried forward and offset against the taxpayer's tax liability for the next succeeding tax year. ORS 315.304(9)"

STATE OF OREGON DEPARTMENT OF ENVIRONMENTAL QUALITY <b>POLLUTION CONTROL FACILITY CERTIFICATE</b>		Certificate No: <b>9845</b> ① Date of Issue: 11/1/01 ② Application No: 8688
ISSUED TO: <b>Jane and John Doe</b> 42 East Sunrise Lane Pleasant City, OR 97000		LOCATION OF POLLUTION CONTROL FACILITY: 42 East Sunrise Lane Pleasant City, OR 97000
ATTENTION: Mr. And Mrs. Doe <small>The applicant is the Owner of the facility. The S Corp is identified as 94-4888888.</small>		
DESCRIPTION OF POLLUTION CONTROL FACILITY: <b>Harbison Model 19LSD drill, Serial # 1498729002</b>		
TYPE OF POLLUTION CONTROL FACILITY: nonpoint source		
DATE FACILITY COMPLETED: 07/09/00		PLACED INTO OPERATION: 07/09/00 ③
ACTUAL COST OF POLLUTION CONTROL FACILITY: <b>\$229,342</b> ④		
PERCENT OF ACTUAL COST PROPERLY ALLOCABLE TO POLLUTION CONTROL: <b>100%</b> ⑤		
<p>Based upon the information contained in the application referenced above, the Environmental Quality Commission certifies that the facility described herein was erected, constructed or installed in accordance with the requirements of subsection (1) of ORS 315.195, and is designed for, and is being operated and maintained to a substantial extent for the purpose of preventing, controlling or reducing air pollution or water pollution, or reducing the use of oil, and that it is necessary to issue the certificate under ORS 315.195(1)(b) and the rules and regulations adopted thereunder.</p> <p>Therefore, this Pollution Control Facility Certificate is being issued and subject to compliance with the statute of the State of Oregon, the regulations of the Department of Environmental Quality, and the following special conditions:</p> <ol style="list-style-type: none"><li>The facility shall be continuously operated at maximum efficiency for the designed purpose of preventing, controlling, and reducing the type of pollution as indicated above.</li><li>The Department of Environmental Quality shall be immediately notified of any proposed change in use or method of operation of the facility and if, for any reason, the facility ceases to operate for its intended pollution control purpose.</li><li>Any reports or monitoring data requested by the Department of Environmental Quality shall be promptly provided.</li></ol> <p>NOTE: Any portion of the facility described herein is not eligible to receive tax credit certification as an energy conservation facility or a reclaimed plastic facility [ORS 315.324(12) and ORS 315.356(4) and (5)].</p>		
Signed: _____ (Melinda S. Eden, Chair) Approved by the Environmental Quality Commission on 11/1/01.		