

EFFECT OF SB 151-B — Sustainable Business Firms and Standard Enterprise Zone Exemption on New Qualified Plant & Equipment

GREEN DOTTED-LINES FOR PROPOSED ALTERNATIVE

Existing processes have gray solid lines

Business that might go more “sustainable” is looking at enterprise zone, or a firm with sustainable practices might be induced by zone to make investment (there)

Test of Eligibility Operations:

Goods or services for other organizations—not retail, construction, healthcare or other ineligible activity, but call centers & headquarters allowed, as are hotel/resorts in some zones by local sponsor option

Existing Extended Abatement

Local zone sponsor agreement before authorization, possibly with additional requirements

Regular, Basic Requirements:

- Authorization, subject to pre-project application
- First-source hiring agreement
- Additional conditions, if any, in an urban zone
- Increase full-time jobs in zone by greater of one or 10%—and maintain during exemption period
- No related job losses elsewhere in state

Average annual employee compensation ≥ 150% county wage at authorization in each year of exemption (except for Portland-metro urban zones)

Three-year period of exemption

Four- or Five-year period of exemption

If local zone sponsor previously opted to provide this for “sustainable business firms,” for which sponsor determines satisfaction of statutory

FIVE-YEAR PERIOD OF EXEMPTION