



## DONATED CROPS TAX CREDIT

Name of Grower		Social Security No.		Employer ID No.	
Address	City	State	ZIP Code	Telephone No. (       )	

I am an individual or corporation making a qualified donation to a gleaning cooperative, food bank, or other charitable organization of a crop that I have grown. The organization receiving the donation is engaged in the distribution of food without charge and the crop is usable as food for human consumption. The donation is available because (check one):

- I have supplied my contract quota with the wholesale or retail buyer.
- I was party to a contingent supply contract. The buyer reduced my crop quota below what I expected to supply.
- I have determined that I am making a donation of apparently wholesome food intended for human consumption.

**DONATION** (to be completed by the grower)

Description of Donated Crop	Date Donated	Quantity of Donation	Wholesale Market Price*
1.			
2.			
3.			

**CALCULATION OF CREDIT** (to be completed by the grower)

Description of Donated Crop	Quantity of Donation	Wholesale Market Price	Wholesale Value (Quantity x Price)
1.			
2.			
3.			
<b>Total</b>			
Multiply by 10 percent			<b>10%</b>
Credit limited to tax liability			

**\*Determination of Wholesale Market Price**

The wholesale market price for each crop being donated is determined by either:

- The amount paid to the grower by the last previous cash buyer, or
- If there is no previous cash buyer, the market price of the nearest wholesale buyer or the regional u-pick market price.

Signature of Grower	Date
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**VERIFICATION OF DONATION** (to be completed by receiving organization)

Name of Organization Receiving Donation		Telephone No. (       )	
Address	City	State	ZIP Code

I verify that the crop was (or will be) distributed to children, homeless, unemployed, elderly, or low-income individuals.

Signature of Official from Organization Receiving Donation	Date
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# Donated Crops Tax Credit



Oregon allows a tax credit for crops donated to a gleaning cooperative, food bank, or other charitable organization engaged in the distribution of food without charge. The organization receiving the donation must have a principal or ongoing purpose of distribution of food to children, or homeless, unemployed, elderly, or low-income individuals. The organization must be located in this state and be exempt from federal income taxes under the Internal Revenue Code.

To qualify for this credit, you must be in the business of growing the crop to be sold for cash. The crop must be grown in Oregon and fit for human consumption. The food must meet all quality and labeling standards imposed by federal, state, or local laws, even though the food may not be readily marketable due to appearance, age, freshness, grade, size, surplus, or other condition. Eligible crops include, but are not limited to, bedding plants that produce food, orchard stock intended for the production of food, and livestock that may be processed into food for human consumption.

## How much is the credit?

The credit is 10 percent of the value of the quantity of the crop donated, computed at the wholesale market price at the time of donation. The wholesale market price is determined by either:

- The amount paid to the grower by the last previous cash buyer of the particular crop, or
- In the event there is no previous cash buyer, a market price based upon the market price of the nearest regional wholesale buyer or regional u-pick market price.

**Example:** 5,000 pounds of potatoes @ \$.10 lb.  
 $5,000 \times .10 = \$500$  (market value)  
 $10\% (.10) \times \$500 = \$50$  (credit allowed)

## How to claim the credit

Obtain and keep a completed copy of Form 150-101-240, *Tax Credit for Donated Crops*, with your tax records to verify your donation. The form is on the reverse side of this sheet. If there was a previous cash buyer, you must keep a copy of an invoice or other statement identifying the price received for crops of comparable grade or quality.

Individuals, partners, S corporation shareholders, or corporations can take the credit. S corporation shareholders or partners may claim the credit based on their pro rata share of the cost.

**Part-year residents and nonresidents.** You are allowed the credit subject to the same limitations as a credit allowed a resident. Prorate the credit by multiplying your total credit by your Oregon percentage to figure the amount you can claim on your Oregon return.

**Carryforward.** Your credit cannot be more than your tax liability for Oregon. You can carry forward any unused credit for the next three years. If the unused credit is not used within three years, it is lost.

## Questions?

**Telephone:** Salem .....503-378-4988  
Toll-free within Oregon...1-800-356-4222

**TTY (hearing or speech impaired; machine only):**  
503-945-8617 (Salem) or 1-800-886-7204 (toll-free within Oregon).

**Americans with Disabilities Act (ADA):** This information is available in alternative formats. Call 503-378-4988 (Salem) or 1-800-356-4222 (toll-free within Oregon).

**For general tax information:** [www.dor.state.or.us](http://www.dor.state.or.us)

**Asistencia en español. Llame al 503-945-8618 en Salem o llame gratis al 1-800-356-4222 en Oregon.**