

**Schedule NRC—Oregon Natural Resource or Fishing Business Property Credit for Form IT-1**

Estate of: \_\_\_\_\_ Date of death \_\_\_\_\_ Decedent's Social Security number \_\_\_\_\_

**Part 1. Qualifying natural resource or fishing business property**, not to exceed \$15 million (applicable to deaths on or after January 1, 2007):

- Farm use defined in ORS 308A.056
- Farm use defined in ORS 308A.250
- Forestland defined in ORS 321.201
- Forestland defined in ORS 308A.250
- Property used in fishing business, as defined by IRC 1301(b)(4), and licensed under ORS 508
- Property of a fishing business licensed under ORS chapter 508, that is used to process and sell the catch to consumers, including a restaurant with seating capacity of less than 15

The credit is not valid unless Part 3 of this schedule:

- a. is signed by each qualified heir with an interest in the natural resource or fishing business property; and
- b. the completed Schedule NRC is attached to Form IT-1, *Oregon Inheritance Tax Return*, when it is filed.

**Part 2. Description of property.** All natural resource and fishing business property entered on the lines below must also be entered on the applicable schedules from Form 706.

A. Schedule and item number from Form 706	B. Description of the qualified natural resource property or fishing business property	C. Fair market value	D. Value upon which the credit is calculated (if different from column C)
<b>Totals</b>		<b>C.</b>	<b>D.</b>

- Attach a legal description of all property described in column B.
- Attach copies of valid fee appraisals for all property listed in column C.

Identify each qualified heir receiving an interest in property upon which the credit is calculated.

	Full name	Street address, city, state, ZIP code
A		
B		
C		
D		
E		
F		
G		

	Identifying number (e.g., SSN, FEIN)	Relationship to decedent	FMV or heirs' portion of qualified property
A			
B			
C			
D			
E			
F			
G			

**Schedule NRC—Oregon Natural Resource or Fishing Business Property Credit for Form IT-1**

**Estate of:** \_\_\_\_\_ **Date of death** \_\_\_\_\_ **Decedent's Social Security number** \_\_\_\_\_

Qualified Heir is defined as a member of the decedent's family as defined in Section 2032A and/or the decedent's registered domestic partner, defined in Chapter 99, Oregon Laws 2007.

**Part 3. Valid election.** Natural resource or fishing business property credit.

We (list the qualified heirs having an interest in the natural resource or fishing business property) \_\_\_\_\_

\_\_\_\_\_

are the qualified heirs having interest in the natural resource or fishing business property. We approve of the election made by \_\_\_\_\_

\_\_\_\_\_

Executor/Administrator of the estate of \_\_\_\_\_

\_\_\_\_\_

We, the qualified heirs, understand ORS 118.140, as amended by House Bill 3618, requires the following conditions:

1. The qualified heir must use the natural resource property or fishing business property for which a credit is elected for at least five out of eight calendar years following the decedent's death to qualify for the natural resource or fishing business credit.
2. During the five out of eight calendar years required use period, described in number 1 above, the qualified heir may transfer the natural resource or fishing business property to another qualified heir who is eligible for the credit.
3. If the heir does not use natural resource or fishing business property for five out of eight calendar years following the decedent's death, or the heir disposes of the property, an additional tax under ORS 118.005 to 118.840 is due from the heir.
  - a. The additional tax liability will be the amount of the credit allowed on the disqualified property multiplied by [(five minus the number of years the property was used as natural resource property) divided by five].
  - b. An amended Form IT-1, *Oregon Inheritance Tax Return*, will be required from the heir and the additional inheritance tax paid.

Signature of each qualified heir for a valid election:

_____ (Signature of qualified heir)	_____ Date (MM/DD/YYYY)
_____ (Signature of qualified heir)	_____ Date (MM/DD/YYYY)
_____ (Signature of qualified heir)	_____ Date (MM/DD/YYYY)
_____ (Signature of qualified heir)	_____ Date (MM/DD/YYYY)
_____ (Signature of qualified heir)	_____ Date (MM/DD/YYYY)
_____ (Signature of qualified heir)	_____ Date (MM/DD/YYYY)
_____ (Signature of qualified heir)	_____ Date (MM/DD/YYYY)

*Attach additional pages if more signature lines are needed.*