

**As Introduced**

**133rd General Assembly  
Regular Session  
2019-2020**

**S. B. No. 37**

**Senator Schuring**

**A BILL**

To amend sections 107.036, 122.85, 5726.98, 1  
5733.98, 5747.98, and 5751.98 of the Revised 2  
Code to extend eligibility for and make other 3  
changes to the motion picture tax credit. 4

**BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:**

**Section 1.** That sections 107.036, 122.85, 5726.98, 5  
5733.98, 5747.98, and 5751.98 of the Revised Code be amended to 6  
read as follows: 7

**Sec. 107.036.** (A) For each business incentive tax credit, 8  
the main operating appropriations act shall contain a detailed 9  
estimate of the total amount of credits that may be authorized 10  
in each year, an estimate of the amount of credits expected to 11  
be claimed in each year, and an estimate of the amount of 12  
credits expected to remain outstanding at the end of the 13  
biennium. The governor shall include such estimates in the state 14  
budget submitted to the general assembly pursuant to section 15  
107.03 of the Revised Code. 16

(B) As used in this section, "business incentive tax 17  
credit" means all of the following: 18

(1) The job creation tax credit under section 122.17 of 19

the Revised Code;	20
(2) The job retention tax credit under section 122.171 of the Revised Code;	21 22
(3) The historic preservation tax credit under section 149.311 of the Revised Code;	23 24
(4) The motion picture <u>and Broadway theatrical production</u> tax credit under section 122.85 of the Revised Code;	25 26
(5) The new markets tax credit under section 5725.33 of the Revised Code;	27 28
(6) The research and development credit under section 166.21 of the Revised Code;	29 30
(7) The small business investment credit under section 122.86 of the Revised Code;	31 32
(8) The rural growth investment credit under section 122.152 of the Revised Code.	33 34
<b>Sec. 122.85.</b> (A) As used in this section and in sections 5726.55, 5733.59, 5747.66, and 5751.54 of the Revised Code:	35 36
(1) "Tax credit-eligible production" means a motion picture <u>or Broadway theatrical production</u> certified by the director of development services under division (B) of this section as qualifying the <del>motion picture production</del> company for a tax credit under section 5726.55, 5733.59, 5747.66, or 5751.54 of the Revised Code.	37 38 39 40 41 42
(2) "Certificate owner" means a <del>motion picture production</del> company to which a tax credit certificate is issued or a person to which the company has transferred under division (H) of this section the authority to claim all or a part of the tax credit	43 44 45 46

authorized by that certificate. 47

(3) "~~Motion picture~~ Production company" means an 48  
individual, corporation, partnership, limited liability company, 49  
or other form of business association producing a motion picture 50  
or Broadway theatrical production. 51

(4) "~~Eligible production~~ expenditures" means expenditures 52  
made after June 30, 2009, for goods or services purchased and 53  
consumed in this state by a ~~motion picture~~ production company 54  
directly for the production of a tax credit-eligible production\_ 55  
or for postproduction activities, or for advertising and 56  
promotion of the production. 57

"~~Eligible production~~ expenditures" includes, but is not 58  
limited to, expenditures for cast and crew wages, 59  
accommodations, costs of set construction and operations, 60  
editing and related services, photography, sound 61  
synchronization, lighting, wardrobe, makeup and accessories, 62  
film processing, transfer, sound mixing, special and visual 63  
effects, music, location fees, and the purchase or rental of 64  
facilities and equipment. 65

(5) "Motion picture" means entertainment content created 66  
in whole or in part within this state for distribution or 67  
exhibition to the general public, including, but not limited to, 68  
feature-length films; documentaries; long-form, specials, 69  
miniseries, series, and interstitial television programming; 70  
interactive web sites; sound recordings; videos; music videos; 71  
interactive television; interactive games; video games; 72  
commercials; any format of digital media; and any trailer, 73  
pilot, video teaser, or demo created primarily to stimulate the 74  
sale, marketing, promotion, or exploitation of future investment 75  
in either a product or a motion picture by any means and media 76

in any digital media format, film, or videotape, provided the 77  
motion picture qualifies as a motion picture. "Motion picture" 78  
does not include any television program created primarily as 79  
news, weather, or financial market reports, a production 80  
featuring current events or sporting events, an awards show or 81  
other gala event, a production whose sole purpose is 82  
fundraising, a long-form production that primarily markets a 83  
product or service or in-house corporate advertising or other 84  
similar productions, a production for purposes of political 85  
advocacy, or any production for which records are required to be 86  
maintained under 18 U.S.C. 2257 with respect to sexually 87  
explicit content. 88

(6) "Broadway theatrical production" means a prebroadway 89  
production, long run production, or tour launch that is 90  
directed, managed, and performed by a professional cast and crew 91  
and that is directly associated with New York city's Broadway 92  
theater district. 93

(7) "Prebroadway production" means a live stage production 94  
that is scheduled for presentation in New York city's Broadway 95  
theater district after the original or adaptive version is 96  
performed in a qualified production facility. 97

(8) "Long run production" means a live stage production 98  
that is scheduled to be performed at a qualified production 99  
facility for more than five weeks, with an average of at least 100  
six performances per week. 101

(9) "Tour launch" means a live stage production for which 102  
the activities comprising the technical period are conducted at 103  
a qualified production facility before a tour of the original or 104  
adaptive version of the production begins. 105

(10) "Qualified production facility" means a facility 106  
located in this state that is used in the development or 107  
presentation to the public of theater productions. 108

(B) For the purpose of encouraging and developing ~~a~~ strong 109  
film ~~industry~~ and theater industries in this state, the director 110  
of development services may certify a motion picture or Broadway 111  
theatrical production produced by a ~~motion picture production~~ 112  
company as a tax credit-eligible production. In the case of a 113  
television series, the director may certify the production of 114  
each episode of the series as a separate tax credit-eligible 115  
production. A ~~motion picture production~~ company shall apply for 116  
certification of a motion picture or Broadway theatrical 117  
production as a tax credit-eligible production on a form and in 118  
the manner prescribed by the director. Each application shall 119  
include the following information: 120

(1) The name and telephone number of the ~~motion picture~~ 121  
production company; 122

(2) The name and telephone number of the company's contact 123  
person; 124

(3) A list of the first preproduction date through the 125  
last production ~~date~~ and postproduction dates in Ohio and, in 126  
the case of a Broadway theatrical production, a list of each 127  
scheduled performance in a qualified production facility; 128

(4) The Ohio production office or qualified production 129  
facility address and telephone number; 130

(5) The total production budget ~~of the motion picture;~~ 131

(6) The total budgeted eligible ~~production~~ expenditures 132  
and the percentage that amount is of the total production budget 133  
of the motion picture or Broadway theatrical production; 134

(7) <del>The</del> <u>In the case of a motion picture, the</u> total	135
percentage of the <del>motion picture production</del> being shot in Ohio;	136
(8) The level of employment of cast and crew who reside in	137
Ohio;	138
(9) A synopsis of the script;	139
(10) <del>The</del> <u>In the case of a motion picture, the</u> shooting	140
script;	141
(11) A creative elements list that includes the names of	142
the principal cast and crew and the producer and director;	143
(12) Documentation of financial ability to undertake and	144
complete the <u>motion picture or Broadway theatrical production</u> ,	145
including documentation that shows that the company has secured	146
funding equal to at least fifty per cent of the total production	147
<del>budget of the motion picture</del> ;	148
(13) Estimated value of the tax credit based upon total	149
budgeted eligible <del>production</del> expenditures;	150
(14) <u>Estimated amount of state and local taxes to be</u>	151
<u>generated in this state from the production</u> ;	152
(15) <u>Estimated economic impact of the production in this</u>	153
<u>state</u> ;	154
(16) <u>Any other information considered necessary by the</u>	155
director.	156
Within ninety days after certification of a motion picture	157
<u>or Broadway theatrical production</u> as a tax credit-eligible	158
production, and any time thereafter upon the request of the	159
director of development services, the <del>motion picture production</del>	160
company shall present to the director sufficient evidence of	161

reviewable progress. If the ~~motion picture production~~ company 162  
fails to present sufficient evidence, the director may rescind 163  
the certification. If the production of a motion picture or 164  
broadway theatrical production does not begin within ninety days 165  
after the date it is certified as a tax credit-eligible 166  
production, the director shall rescind the certification. Upon 167  
rescission, the director shall notify the applicant that the 168  
certification has been rescinded. Nothing in this section 169  
prohibits an applicant whose tax credit-eligible production 170  
certification has been rescinded from submitting a subsequent 171  
application for certification. 172

(C) (1) A ~~motion picture production~~ company whose motion 173  
picture or Broadway theatrical production has been certified as 174  
a tax credit-eligible production may apply to the director of 175  
development services on or after July 1, 2009, for a refundable 176  
credit against the tax imposed by section 5726.02, 5733.06, 177  
5747.02, or 5751.02 of the Revised Code. The director in 178  
consultation with the tax commissioner shall prescribe the form 179  
and manner of the application and the information or 180  
documentation required to be submitted with the application. 181

The credit is determined as follows: 182

(a) If the total budgeted eligible ~~production~~ expenditures 183  
stated in the application submitted under division (B) of this 184  
section or the actual eligible ~~production~~ expenditures as 185  
finally determined under division (D) of this section, whichever 186  
is least, is less than or equal to three hundred thousand 187  
dollars, no credit is allowed; 188

(b) ~~If~~ Subject to division (C) (1) (c) of this section, if 189  
the total budgeted eligible ~~production~~ expenditures stated in 190  
the application submitted under division (B) of this section or 191

the actual eligible ~~production~~ expenditures as finally 192  
determined under division (D) of this section, whichever is 193  
least, is greater than three hundred thousand dollars, the 194  
credit equals thirty per cent of the least of such budgeted or 195  
actual eligible expenditure amounts; 196

(c) The director may reduce the credit amount computed 197  
under division (C) (1) (b) of this section if the director 198  
determines, based on the information provided in the certified 199  
public accountant's report submitted pursuant to division (D) of 200  
this section or other information available to the director, 201  
that the tax credit-eligible production failed to generate the 202  
state and local tax collections or failed to have the economic 203  
impact that was estimated in the application submitted under 204  
division (B) of this section. If the director elects to reduce 205  
the amount of a credit, the amount of such reduction shall not 206  
exceed the following amounts, as applicable: 207

(i) In the case of a tax credit-eligible production that 208  
only failed to generate the estimated state and local tax 209  
collections, the quantity obtained by multiplying the credit 210  
amount computed under division (C) (1) (b) of this section by a 211  
fraction, the numerator of which is the amount by which the 212  
estimated state and local tax collections exceed the actual 213  
state and local tax collections, and the denominator of which is 214  
the estimated state and local tax collections; 215

(ii) In the case of a tax credit-eligible production that 216  
only failed to generate the estimated economic impact, the 217  
quantity obtained by multiplying the credit amount computed 218  
under division (C) (1) (b) of this section by a fraction, the 219  
numerator of which is the amount by which the estimated economic 220  
impact exceeds the actual economic impact, and the denominator 221



of which is the estimated economic impact; 222

(iii) In the case of a tax credit-eligible production that 223  
failed to generate both the estimated state and local tax 224  
collections and the estimated economic impact, the average of 225  
the quantities described in divisions (C) (1) (c) (i) and (ii) of 226  
this section. 227

(2) Except as provided in division (C) (4) of this section, 228  
if the director of development services approves a ~~motion-~~ 229  
~~picture-production~~ company's application for a credit, the 230  
director shall issue a tax credit certificate to the company. 231  
The director in consultation with the tax commissioner shall 232  
prescribe the form and manner of issuing certificates. The 233  
director shall assign a unique identifying number to each tax 234  
credit certificate and shall record the certificate in a 235  
register devised and maintained by the director for that 236  
purpose. The certificate shall state the amount of the eligible 237  
~~production~~ expenditures on which the credit is based and the 238  
amount of the credit as adjusted under division (C) (1) (c) of 239  
this section. Upon the issuance of a certificate, the director 240  
shall certify to the tax commissioner the name of the applicant, 241  
the amount of eligible ~~production~~ expenditures shown on the 242  
certificate, the amount of the credit, and any other information 243  
required by the rules adopted to administer this section. 244

(3) The amount of eligible ~~production~~ expenditures for 245  
which a tax credit may be claimed is subject to inspection and 246  
examination by the tax commissioner or employees of the 247  
commissioner under section 5703.19 of the Revised Code and any 248  
other applicable law. Once the eligible ~~production~~ expenditures 249  
are finally determined under section 5703.19 of the Revised Code 250  
and division (D) of this section and the credit amount is 251

reduced under division (C) (1) (c) of this section, if applicable, 252  
the credit amount is not subject to further adjustment unless 253  
the director determines an error was committed in the 254  
computation of the credit amount or the amount by which the 255  
credit was reduced. 256

(4) No tax credit certificate may be issued before the 257  
completion of the tax credit-eligible production. Not more than 258  
forty million dollars of tax credit may be allowed per fiscal 259  
year ~~beginning July 1, 2016,~~ provided that, for any fiscal year 260  
in which the amount of tax credits allowed under this section is 261  
less than that maximum annual amount, the amount not allowed for 262  
that fiscal year shall be added to the maximum annual amount 263  
that may be allowed for the following fiscal year. 264

(5) ~~In approving~~ The director shall review and approve 265  
applications for tax credits under this section in two rounds 266  
each fiscal year. The first round of credits shall be awarded 267  
not later than the last day of July of the fiscal year, and the 268  
second round of credits shall be awarded not later than the last 269  
day of the ensuing January. The amount of credits awarded in the 270  
first round of applications each fiscal year shall not exceed 271  
twenty million dollars plus any credit allotment that was not 272  
awarded in the preceding fiscal year and carried over under 273  
division (C) (4) of this section. For each round, the director 274  
shall rank applications on the basis of the extent of positive 275  
economic impact each tax credit-eligible production is likely to 276  
have in this state and the effect on developing a permanent 277  
workforce in motion picture or theatrical production industries 278  
in the state. For the purpose of such ranking, the director 279  
shall give priority to tax-credit eligible productions that are 280  
television series or miniseries due to the long-term commitment 281  
typically associated with such productions. The economic impact 282

ranking shall be based on the production company's total 283  
expenditures in this state directly associated with the tax 284  
credit-eligible production. The effect on developing a permanent 285  
workforce in the motion picture or theatrical production 286  
industries shall be evaluated first by the number of new jobs 287  
created and second by amount of payroll added with respect to 288  
employees in this state. 289

The director shall approve productions in the order of 290  
their ranking, from those with the greatest positive economic 291  
impact and workforce development effect to those with the least 292  
positive economic impact and workforce development effect. 293

(D) A ~~motion picture~~ production company whose motion 294  
picture or Broadway theatrical production has been certified as 295  
a tax credit-eligible production shall engage, at the company's 296  
expense, an independent certified public accountant to examine 297  
the company's production, postproduction, and advertising and 298  
promotion expenditures to identify the expenditures that qualify 299  
as eligible ~~production~~ expenditures. The certified public 300  
accountant shall also determine the economic impact of the 301  
production on this state and the amount of state and local taxes 302  
generated in this state by the production. The certified public 303  
accountant shall issue a report to the company and to the 304  
director of development services certifying the company's 305  
eligible ~~production~~ expenditures, the economic impact of the 306  
production, the amount of state and local taxes generated by the 307  
production, and any other information required by the director. 308  
Upon receiving and examining the report, the director may 309  
disallow any expenditure the director determines is not an 310  
eligible ~~production~~ expenditure. If the director disallows an 311  
expenditure, the director shall issue a written notice to the 312  
~~motion picture~~ production company stating that the expenditure 313

is disallowed and the reason for the disallowance. Upon 314  
examination of the report and disallowance of any expenditures, 315  
the director shall determine finally the lesser of the total 316  
budgeted eligible ~~production~~ expenditures stated in the 317  
application submitted under division (B) of this section or the 318  
actual eligible ~~production~~ expenditures for the purpose of 319  
computing the amount of the credit. 320

(E) No credit shall be allowed under section 5726.55, 321  
5733.59, 5747.66, or 5751.54 of the Revised Code unless the 322  
director has reviewed the report and made the determination 323  
prescribed by division (D) of this section. 324

(F) This state reserves the right to refuse the use of 325  
this state's name in the credits of any tax credit-eligible 326  
motion picture production or program of any Broadway theatrical 327  
production. 328

(G) (1) The director of development services in 329  
consultation with the tax commissioner shall adopt rules for the 330  
administration of this section, including rules setting forth 331  
and governing the criteria for determining whether a motion 332  
picture or Broadway theatrical production is a tax credit- 333  
eligible production; activities that constitute the production 334  
or postproduction of a motion picture or Broadway theatrical 335  
production; reporting sufficient evidence of reviewable 336  
progress; expenditures that qualify as eligible ~~production~~ 337  
expenditures; a schedule and deadlines for applications to be 338  
submitted and reviewed; a competitive process for approving 339  
credits based on likely economic impact in this state and 340  
development of a permanent workforce in motion picture or 341  
theatrical production industries in this state; consideration of 342  
geographic distribution of credits; and implementation of the 343

program described in division (I) of this section. The rules 344  
shall be adopted under Chapter 119. of the Revised Code. 345

(2) To cover the administrative costs of the program, the 346  
director shall require each applicant to pay an application fee 347  
equal to the lesser of ten thousand dollars or one per cent of 348  
the estimated value of the tax credit as stated in the 349  
application. The fees collected shall be credited to the tax 350  
incentives operating fund created in section 122.174 of the 351  
Revised Code. All grants, gifts, fees, and contributions made to 352  
the director for marketing and promotion of the motion picture 353  
industry within this state shall also be credited to the fund. 354

(H) (1) After the director of development services makes 355  
the determination required under division (D) of this section, a 356  
~~motion picture production~~ company to which a tax credit 357  
certificate is issued may transfer the authority to claim all or 358  
a portion of the amount of the tax credit ~~the motion picture~~ 359  
~~company is authorized to claim pursuant to that certificate~~ 360  
~~under section 5726.55, 5733.59, 5747.66, or 5751.54 of the~~ 361  
~~Revised Code~~ to one or more other persons. Within thirty days 362  
after a transfer under this division, the ~~motion picture~~ 363  
~~production~~ company shall submit the following information to the 364  
director, on a form prescribed by the director: 365

(a) Information necessary for the director to identify the 366  
certificate that is the basis for the transfer; 367

(b) The portion or amount of the tax credit transferred to 368  
each transferee; 369

(c) The portion or amount of the tax credit that the 370  
~~motion picture production~~ company retains the authority to 371  
claim; 372

(d) The tax identification number of each transferee;	373
(e) The date of the transfer;	374
(f) Any other information required by the director;	375
(g) Any information required by the tax commissioner.	376
The director shall deliver a copy of any submission	377
received under division (H) (1) of this section to the tax	378
commissioner.	379
(2) A transferee may not claim a credit under section	380
5726.55, 5733.59, 5747.66, or 5751.54 of the Revised Code unless	381
and until the transferring <del>motion picture production</del> company	382
complies with division (H) (1) of this section. A transferee may	383
claim the transferred amount of any credit or portion of a	384
credit for the same taxable year or tax period for which the	385
transferring <del>motion picture production</del> company was authorized to	386
claim the credit or portion of a credit pursuant to the	387
certificate. A <del>motion picture production</del> company shall make no	388
transfer under division (H) (1) of this section after the last	389
day of the tax period or taxable year for which the <del>motion-</del>	390
<del>picture production</del> company is required to claim the credit	391
pursuant to the certificate.	392
A <del>motion picture production</del> company may make not more than	393
one transfer under division (H) (1) of this section for each tax	394
credit certificate, but pursuant to that transaction, may	395
allocate the authority to claim a portion of the credit to more	396
than one transferee. A <del>motion picture production</del> company may not	397
authorize more than one transferee to claim the same portion of	398
a credit.	399
(I) The director of development services shall establish a	400
program for the training of Ohio residents who are or wish to be	401

employed in the film or multimedia industry. Under the program, 402  
the director shall: 403

(1) Certify individuals as film and multimedia trainees. 404  
In order to receive such a certification, an individual must be 405  
an Ohio resident, have participated in relevant on-the-job 406  
training or have completed a relevant training course approved 407  
by the director, and have met any other requirements established 408  
by the director. 409

(2) Accept applications from ~~motion picture production~~ 410  
companies that intend to hire and provide on-the-job training to 411  
one or more certified film and multimedia trainees who will be 412  
employed in the company's tax credit-eligible production. 413

(3) Upon completion of a tax-credit eligible production, 414  
and upon the receipt of any salary information and other 415  
documentation required by the director, authorize a 416  
reimbursement payment to each ~~motion picture production~~ company 417  
whose application was approved under division (I) (2) of this 418  
section. The payment shall equal fifty per cent of the salaries 419  
paid to film and multimedia trainees employed in the production. 420

**Sec. 5726.98.** (A) To provide a uniform procedure for 421  
calculating the amount of tax due under section 5726.02 of the 422  
Revised Code, a taxpayer shall claim any credits to which the 423  
taxpayer is entitled under this chapter in the following order: 424

(1) The nonrefundable job retention credit under division 425  
(B) of section 5726.50 of the Revised Code; 426

(2) The nonrefundable credit for purchases of qualified 427  
low-income community investments under section 5726.54 of the 428  
Revised Code; 429

(3) The nonrefundable credit for qualified research 430

expenses under section 5726.56 of the Revised Code;	431
(4) The nonrefundable credit for qualifying dealer in intangibles taxes under section 5726.57 of the Revised Code;	432 433
(5) The refundable credit for rehabilitating an historic building under section 5726.52 of the Revised Code;	434 435
(6) The refundable job retention or job creation credit under division (A) of section 5726.50 of the Revised Code;	436 437
(7) The refundable credit under section 5726.53 of the Revised Code for losses on loans made under the Ohio venture capital program under sections 150.01 to 150.10 of the Revised Code;	438 439 440 441
(8) The refundable motion picture <u>and Broadway theatrical</u> production credit under section 5726.55 of the Revised Code.	442 443
(B) For any credit except the refundable credits enumerated in this section, the amount of the credit for a taxable year shall not exceed the tax due after allowing for any other credit that precedes it in the order required under this section. Any excess amount of a particular credit may be carried forward if authorized under the section creating that credit. Nothing in this chapter shall be construed to allow a taxpayer to claim, directly or indirectly, a credit more than once for a taxable year.	444 445 446 447 448 449 450 451 452
<b>Sec. 5733.98.</b> (A) To provide a uniform procedure for calculating the amount of tax imposed by section 5733.06 of the Revised Code that is due under this chapter, a taxpayer shall claim any credits to which it is entitled in the following order, except as otherwise provided in section 5733.058 of the Revised Code:	453 454 455 456 457 458



(1) For tax year 2005, the credit for taxes paid by a	459
qualifying pass-through entity allowed under section 5733.0611	460
of the Revised Code;	461
(2) The credit allowed for financial institutions under	462
section 5733.45 of the Revised Code;	463
(3) The credit for qualifying affiliated groups under	464
section 5733.068 of the Revised Code;	465
(4) The subsidiary corporation credit under section	466
5733.067 of the Revised Code;	467
(5) The credit for recycling and litter prevention	468
donations under section 5733.064 of the Revised Code;	469
(6) The credit for employers that enter into agreements	470
with child day-care centers under section 5733.36 of the Revised	471
Code;	472
(7) The credit for employers that reimburse employee child	473
care expenses under section 5733.38 of the Revised Code;	474
(8) The credit for purchases of lights and reflectors	475
under section 5733.44 of the Revised Code;	476
(9) The nonrefundable job retention credit under division	477
(B) of section 5733.0610 of the Revised Code;	478
(10) The second credit for purchases of new manufacturing	479
machinery and equipment under section 5733.33 of the Revised	480
Code;	481
(11) The job training credit under section 5733.42 of the	482
Revised Code;	483
(12) The credit for qualified research expenses under	484
section 5733.351 of the Revised Code;	485

(13) The enterprise zone credit under section 5709.66 of the Revised Code;	486 487
(14) The credit for the eligible costs associated with a voluntary action under section 5733.34 of the Revised Code;	488 489
(15) The credit for employers that establish on-site child day-care centers under section 5733.37 of the Revised Code;	490 491
(16) The ethanol plant investment credit under section 5733.46 of the Revised Code;	492 493
(17) The credit for purchases of qualifying grape production property under section 5733.32 of the Revised Code;	494 495
(18) The export sales credit under section 5733.069 of the Revised Code;	496 497
(19) The enterprise zone credits under section 5709.65 of the Revised Code;	498 499
(20) The credit for using Ohio coal under section 5733.39 of the Revised Code;	500 501
(21) The credit for purchases of qualified low-income community investments under section 5733.58 of the Revised Code;	502 503
(22) The credit for small telephone companies under section 5733.57 of the Revised Code;	504 505
(23) The credit for eligible nonrecurring 9-1-1 charges under section 5733.55 of the Revised Code;	506 507
(24) For tax year 2005, the credit for providing programs to aid the communicatively impaired under division (A) of section 5733.56 of the Revised Code;	508 509 510
(25) The research and development credit under section 5733.352 of the Revised Code;	511 512

(26) For tax years 2006 and subsequent tax years, the credit for taxes paid by a qualifying pass-through entity allowed under section 5733.0611 of the Revised Code;	513 514 515
(27) The refundable credit for rehabilitating a historic building under section 5733.47 of the Revised Code;	516 517
(28) The refundable jobs creation credit or job retention credit under division (A) of section 5733.0610 of the Revised Code;	518 519 520
(29) The refundable credit for tax withheld under division (B) (2) of section 5747.062 of the Revised Code;	521 522
(30) The refundable credit under section 5733.49 of the Revised Code for losses on loans made to the Ohio venture capital program under sections 150.01 to 150.10 of the Revised Code;	523 524 525 526
(31) For tax years 2006, 2007, and 2008, the refundable credit allowable under division (B) of section 5733.56 of the Revised Code;	527 528 529
(32) The refundable motion picture <u>and Broadway theatrical</u> production credit under section 5733.59 of the Revised Code.	530 531
(B) For any credit except the refundable credits enumerated in this section, the amount of the credit for a tax year shall not exceed the tax due after allowing for any other credit that precedes it in the order required under this section. Any excess amount of a particular credit may be carried forward if authorized under the section creating that credit.	532 533 534 535 536 537
<b>Sec. 5747.98.</b> (A) To provide a uniform procedure for calculating a taxpayer's aggregate tax liability under section 5747.02 of the Revised Code, a taxpayer shall claim any credits	538 539 540

to which the taxpayer is entitled in the following order:	541
(1) Either the retirement income credit under division (B) of section 5747.055 of the Revised Code or the lump sum retirement income credits under divisions (C), (D), and (E) of that section;	542 543 544 545
(2) Either the senior citizen credit under division (F) of section 5747.055 of the Revised Code or the lump sum distribution credit under division (G) of that section;	546 547 548
(3) The dependent care credit under section 5747.054 of the Revised Code;	549 550
(4) The credit for displaced workers who pay for job training under section 5747.27 of the Revised Code;	551 552
(5) The campaign contribution credit under section 5747.29 of the Revised Code;	553 554
(6) The twenty-dollar personal exemption credit under section 5747.022 of the Revised Code;	555 556
(7) The joint filing credit under division (G) of section 5747.05 of the Revised Code;	557 558
(8) The earned income credit under section 5747.71 of the Revised Code;	559 560
(9) The credit for adoption of a minor child under section 5747.37 of the Revised Code;	561 562
(10) The nonrefundable job retention credit under division (B) of section 5747.058 of the Revised Code;	563 564
(11) The enterprise zone credit under section 5709.66 of the Revised Code;	565 566
(12) The ethanol plant investment credit under section	567

5747.75 of the Revised Code;	568
(13) The credit for purchases of qualifying grape production property under section 5747.28 of the Revised Code;	569 570
(14) The small business investment credit under section 5747.81 of the Revised Code;	571 572
(15) The enterprise zone credits under section 5709.65 of the Revised Code;	573 574
(16) The research and development credit under section 5747.331 of the Revised Code;	575 576
(17) The credit for rehabilitating a historic building under section 5747.76 of the Revised Code;	577 578
(18) The nonresident credit under division (A) of section 5747.05 of the Revised Code;	579 580
(19) The credit for a resident's out-of-state income under division (B) of section 5747.05 of the Revised Code;	581 582
(20) The refundable motion picture <u>and Broadway theatrical</u> production credit under section 5747.66 of the Revised Code;	583 584
(21) The refundable jobs creation credit or job retention credit under division (A) of section 5747.058 of the Revised Code;	585 586 587
(22) The refundable credit for taxes paid by a qualifying entity granted under section 5747.059 of the Revised Code;	588 589
(23) The refundable credits for taxes paid by a qualifying pass-through entity granted under division (I) of section 5747.08 of the Revised Code;	590 591 592
(24) The refundable credit under section 5747.80 of the Revised Code for losses on loans made to the Ohio venture	593 594

capital program under sections 150.01 to 150.10 of the Revised Code; 595  
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(25) The refundable credit for rehabilitating a historic building under section 5747.76 of the Revised Code; 597  
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(26) The refundable credit for financial institution taxes paid by a pass-through entity granted under section 5747.65 of the Revised Code. 599  
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(B) For any credit, except the refundable credits enumerated in this section and the credit granted under division (H) of section 5747.08 of the Revised Code, the amount of the credit for a taxable year shall not exceed the taxpayer's aggregate amount of tax due under section 5747.02 of the Revised Code, after allowing for any other credit that precedes it in the order required under this section. Any excess amount of a particular credit may be carried forward if authorized under the section creating that credit. Nothing in this chapter shall be construed to allow a taxpayer to claim, directly or indirectly, a credit more than once for a taxable year. 602  
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**Sec. 5751.98.** (A) To provide a uniform procedure for calculating the amount of tax due under this chapter, a taxpayer shall claim any credits to which it is entitled in the following order: 613  
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(1) The nonrefundable jobs retention credit under division (B) of section 5751.50 of the Revised Code; 617  
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(2) The nonrefundable credit for qualified research expenses under division (B) of section 5751.51 of the Revised Code; 619  
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(3) The nonrefundable credit for a borrower's qualified research and development loan payments under division (B) of 622  
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section 5751.52 of the Revised Code;	624
(4) The nonrefundable credit for calendar years 2010 to 2029 for unused net operating losses under division (B) of section 5751.53 of the Revised Code;	625 626 627
(5) The refundable motion picture <u>and Broadway theatrical</u> production credit under section 5751.54 of the Revised Code;	628 629
(6) The refundable jobs creation credit or job retention credit under division (A) of section 5751.50 of the Revised Code;	630 631 632
(7) The refundable credit for calendar year 2030 for unused net operating losses under division (C) of section 5751.53 of the Revised Code.	633 634 635
(B) For any credit except the refundable credits enumerated in this section, the amount of the credit for a tax period shall not exceed the tax due after allowing for any other credit that precedes it in the order required under this section. Any excess amount of a particular credit may be carried forward if authorized under the section creating the credit.	636 637 638 639 640 641
<b>Section 2.</b> That existing sections 107.036, 122.85, 5726.98, 5733.98, 5747.98, and 5751.98 of the Revised Code are hereby repealed.	642 643 644
<b>Section 3.</b> (A) The following amendments by this act apply to motion pictures and Broadway theatrical productions that are certified on or after the effective date of this section:	645 646 647
(1) The amendment of division (B) of section 122.85 of the Revised Code requiring the Director of Development Services to rescind certification of any tax credit-eligible production that does not begin production within ninety days;	648 649 650 651

(2) The amendment of division (D) of section 122.85 of the Revised Code requiring a certified public accountant to determine the economic impact and the amount of state and local taxes generated by the tax credit-eligible production;

(3) The amendment of divisions (C) (1) to (3) of section 122.85 of the Revised Code requiring the Director to adjust the amount of the credit awarded to a production company for a tax credit-eligible production that fails to generate the state and local tax collections or fails to have the economic impact that were estimated in the tax credit application.

(B) The amendment by this act of division (C) (5) of section 122.85 of the Revised Code concerning the times during which tax credits are awarded and requiring the Director to rank applications based on the economic and workforce development impact of the productions applies to fiscal years beginning on or after the effective date of this section.

(C) The Director of Development Services in consultation with the Tax Commissioner shall adopt rules for the administration of section 122.85 of the Revised Code, as amended by this act, pursuant to division (G) (1) of that section on or before the first day of the first fiscal year that begins on or after the effective date of this section, or as soon thereafter as otherwise permitted by law.

(D) All other amendments by this act of sections 107.036, 122.85, 5726.98, 5733.98, 5747.98, and 5751.98 of the Revised Code apply on and after the effective date of this section.