

HOUSE AMENDMENTS TO A-ENGROSSED HOUSE BILL 2031

By COMMITTEE ON REVENUE

March 8

1 On page 1 of the printed A-engrossed bill, line 2, after “taxation;” delete the rest of the line and
2 lines 3 and 4 and insert “and prescribing an effective date.”

3 Delete lines 6 through 23 and delete pages 2 through 4 and insert:

4 “**SECTION 1.** (1) For a tax year that begins on or after January 1, 2007, and before Jan-
5 uary 1, 2008, a taxpayer that is a C corporation as defined in ORS 314.730 and that has
6 Oregon sales for the tax year of less than \$5 million shall be allowed a credit against taxes
7 that would otherwise be due under ORS chapter 317 or 318 equal to 67 percent of those taxes.

8 “(2) As used in this section, ‘Oregon sales’ means:

9 “(a) If the taxpayer apportions business income under ORS 314.650 to 314.665 for Oregon
10 income tax purposes, the total sales of the taxpayer in this state during the tax year, as
11 determined for purposes of ORS 314.665;

12 “(b) If the taxpayer does not apportion business income for Oregon income tax purposes,
13 the total sales in this state during the tax year that the taxpayer would have had, as deter-
14 mined for purposes of ORS 314.665, if the taxpayer were required to apportion business in-
15 come for Oregon income tax purposes; or

16 “(c) If the taxpayer apportions business income using a method different from that pre-
17 scribed by ORS 314.650 to 314.665, Oregon sales as defined by the Department of Revenue by
18 rule.

19 “**SECTION 2.** Section 1 of this 2007 Act is added to and made a part of ORS chapter 317.

20 “**SECTION 3.** Sections 1 and 2 of this 2007 Act do not become operative unless C-
21 engrossed House Bill 2707 is passed by both houses of the Legislative Assembly and signed
22 by the Governor on or before March 16, 2007.

23 “**SECTION 4.** This 2007 Act takes effect on the 91st day after the date on which the
24 regular session of the Seventy-fourth Legislative Assembly adjourns sine die.”.

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