

# House Bill 3448

Sponsored by Representatives C EDWARDS, CLEM; Representatives BOONE, BUCKLEY, COWAN, GREENLICK, NATHANSON, NOLAN, RILEY, ROBLAN, ROSENBAUM, TOMEI, WITT, Senator WALKER

## SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Eliminates tax deductions, subtractions or credits that may be claimed against taxes by corporations that decrease employment in Oregon and increase employment in countries outside of United States.

Applies to tax years beginning on or after January 1, 2008.

## A BILL FOR AN ACT

1  
2 Relating to taxation.

3 **Be It Enacted by the People of the State of Oregon:**

4 **SECTION 1. (1) Notwithstanding any other provision of law, a corporation may not claim**  
5 **a deduction from federal taxable income for Oregon tax purposes, a subtraction from federal**  
6 **taxable income for Oregon tax purposes or a credit against the taxes otherwise due under**  
7 **ORS chapter 317 or 318 if:**

8 (a) **The average number of employees of the corporation that are located in Oregon, de-**  
9 **termined as a monthly average of full-time equivalent positions for the tax year, declines;**  
10 **and**

11 (b) **The average number of employees of the corporation that are located outside of the**  
12 **United States, determined as a monthly average of full-time equivalent positions for the tax**  
13 **year, increases.**

14 (2) **Each corporation subject to tax under ORS chapter 317 or 318 shall report the infor-**  
15 **mation required to implement this section to the Department of Revenue on the form and**  
16 **in the time and manner prescribed by the department. The department may conduct any**  
17 **audit or other investigation necessary to determine the accuracy of the information re-**  
18 **ported.**

19 **SECTION 2. Section 1 of this 2007 Act applies to tax years beginning on or after January**  
20 **1, 2008.**

21 **SECTION 3. Section 1 of this 2007 Act is added to and made a part of ORS chapter 314.**  
22

**NOTE:** Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.