

House Bill 3312

Sponsored by Representative GREENLICK

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**.

Requires five percent reduction in amount of allowable income tax subtractions and credits that are not required under federal law or Oregon Constitution.

Applies to tax years beginning on or after January 1, 2010.

Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to tax expenditures; prescribing an effective date; and providing for revenue raising that
3 requires approval by a three-fifths majority.

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

5 **SECTION 1. Section 2 of this 2009 Act is added to and made a part of ORS chapter 314.**

6 **SECTION 2. (1) To derive Oregon taxable income, there shall be added to federal taxable**
7 **income an amount equal to five percent of the total amount of subtractions and deductions**
8 **that could otherwise be taken, under this chapter and ORS chapter 316, 317 or 318, from a**
9 **taxpayer's income for the tax year and that are not required under federal law or the Oregon**
10 **Constitution.**

11 **(2) Notwithstanding ORS 314.078, to determine a taxpayer's tax liability, before applying**
12 **any tax credits otherwise allowable under this chapter and ORS chapter 315, 316, 317 or 318,**
13 **the taxpayer shall reduce by five percent the total amount otherwise allowable under any tax**
14 **credit that is not required under federal law or the Oregon Constitution.**

15 **SECTION 3. Section 2 of this 2009 Act applies to tax years beginning on or after January**
16 **1, 2010.**

17 **SECTION 4. This 2009 Act takes effect on the 91st day after the date on which the reg-**
18 **ular session of the Seventy-fifth Legislative Assembly adjourns sine die.**

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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.