

PRELIMINARY

77TH OREGON LEGISLATIVE ASSEMBLY
2013 REGULAR SESSION
STAFF MEASURE SUMMARY
SENATE FINANCE AND REVENUE COMMITTEE

MEASURE: SB 441
CARRIER:

REVENUE:
FISCAL:

Action:

Vote:

Yeas:

Nays:

Exc.:

Prepared By: Chris Allanach, Economist

Meeting Dates: 4/8

WHAT THE BILL DOES: Connects Oregon tax law to the federal bonus depreciation and Section 179 expensing provisions that were in effect at the federal level for tax years 2009 and 2010. Applies to tax years 2009 and 2010.

ISSUES DISCUSSED:

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EFFECT OF COMMITTEE AMENDMENTS:

BACKGROUND: In 2009, Oregon disconnected from federal bonus depreciation and enhanced Section 179 expensing. Oregon businesses were allowed to depreciate investment expenses at the existing statutory accelerated rate and deduct smaller investment expenses at the existing rates. By disconnecting from federal law, Oregon business were required to add back depreciation amounts to their Oregon tax returns for those two tax years. For subsequent tax years, they have been allowed a subtraction on their Oregon return to account for the timing differences between federal and Oregon law.

State Capitol Building
900 Court St NE, Room 143
Salem, OR 97301-1347

Phone: 503-986-1266
Fax: 503-986-1770
<http://www.leg.state.or.us>