

Senate Bill 703

Sponsored by Senator GIROD

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**.

Permits taxpayer to carry forward unclaimed tax loss from previous tax year when loss is attributable to fraud.

Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to tax treatment of loss attributable to fraud; and prescribing an effective date.

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

4 **SECTION 1. Section 2 of this 2013 Act is added to and made a part of ORS chapter 316.**

5 **SECTION 2. A taxpayer may claim, in the current tax year, a loss that the taxpayer was**
6 **unable to claim in a previous tax year when:**

7 (1) **That loss was the result of an investment in an entity;**

8 (2) **The management of the entity was later found by a court of law to be charged with**
9 **fraud in connection with the entity; and**

10 (3) **The entity was declared bankrupt.**

11 **SECTION 3. This 2013 Act takes effect on the 91st day after the date on which the 2013**
12 **regular session of the Seventy-seventh Legislative Assembly adjourns sine die.**

13

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.