

**PROPOSED AMENDMENTS TO
SENATE BILL 925**

1 Delete lines 4 through 9 of the printed bill and insert:

2 **“SECTION 1. (1) The Legislative Revenue Officer, in consultation**
3 **with the Department of Revenue and the Legislative Counsel, shall**
4 **make recommendations for proposed legislation intended to restruc-**
5 **ture Oregon’s tax system, to be considered during the 2016 regular**
6 **session of the Legislative Assembly. The proposed legislation shall**
7 **consist of the following:**

8 **“(a) A bill that repeals the corporate income tax, reduces personal**
9 **income tax rates and increases the standard deduction for personal**
10 **income taxpayers. To offset revenue loss from these changes, the bill**
11 **shall establish the framework for the implementation of a commercial**
12 **activity tax, including proposed rates, threshold for taxation, clarifi-**
13 **cation of the tax base and the underlying tax structure.**

14 **“(b) A proposed constitutional provision that restructures Oregon’s**
15 **property tax system. The provision shall include a return to a market**
16 **value-based property assessment system and the establishment of a**
17 **homestead exemption to reduce property taxes for owner-occupied**
18 **residential property.**

19 **“(c) Any additional measures necessary to implement and adminis-**
20 **ter the proposed structural changes to the tax system.**

21 **“(2) The Legislative Revenue Officer shall prepare analysis for the**
22 **proposed legislation described in subsection (1) of this section. The**

1 analysis shall consist of alternative scenarios and include the follow-
2 ing:

3 “(a) Long term economic impacts, including impacts on overall
4 state employment, personal income, wages and the price level.

5 “(b) Impact on state revenue and local revenue, including the ef-
6 fects of secondary economic impacts.

7 “(c) Impact on the distribution of the state and local tax burden
8 between households and businesses, and by income levels.

9 “(d) Impact on the stability of the state and local revenue system
10 over the course of the business cycle.

11 “(e) Potential tax administration issues associated with the pro-
12 posed structural changes.

13 “(f) Any other analysis of the proposed changes deemed relevant to
14 the policy decision process by the Legislative Revenue Officer.

15 “(3) Not later than December 1, 2015, the Legislative Revenue Offi-
16 cer shall submit a report to the interim committees of the Legislative
17 Assembly related to revenue on the progress of the Legislative Reve-
18 nue Officer on the proposed legislation and analysis required under
19 this section.

20 “SECTION 2. This 2015 Act takes effect on the 91st day after the
21 date on which the 2015 regular session of the Seventy-eighth Legisla-
22 tive Assembly adjourns sine die.”.

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