

HB 2830 Increase Corporate Tax Rates

March 2, 2017

Chair Barnhart and Members of the Committee

Thank you for hearing this bill today.

Since the 1990 property tax limitation passed, Oregon has not addressed the structural reform needed when the state was charged with providing more for schools as a result of the loss of local property taxes for school funding.

Additionally, the restructuring of corporate taxes in Oregon to the single sales factor has seen the corporate portion of income taxes slide from 18 percent to less than 7 percent. This decline in corporate taxation shifts the burden for services to the individual taxpayer.

A graphic illustration of this can be found on page A6 of the 2017 Public Finance Report from your Legislative Revenue office.

We need reform in both systems to address the needs of 21 Century.

This bill would be a start.

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