

SB 29 STAFF MEASURE SUMMARY

Senate Committee On Finance and Revenue

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Meeting Dates: 2/6, 2/13, 3/13

WHAT THE MEASURE DOES:

Updates Oregon's connection date to federal law regarding the tax treatment of debt forgiveness relating to bankruptcy. The connection date is updated from April 15, 1995 to December 31, 2016.

ISSUES DISCUSSED:

- Federal bankruptcy law
- Impact on Oregon taxpayers

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

Generally, Oregon's connection to federal tax law is updated in a single bill, referred to as the reconnect bill. There is such a bill every session. The policy addressed in this bill does not pertain to federal taxable income, so it is not included in the reconnect bill.