

Options for tax reductions for lower/middle income groups are highlighted in yellow.

TAX REDUCTIONS	Revenue Effect (in millions)			
	FY 2017-18	FY 2018-19	FY 2019-20	FY 2020-21
Property Tax				
Personal Property Tax Threshold (current law: accounts under \$16,000 in Total Assessed Value have taxes cancelled) Increase the cancellation threshold to \$25,000 of assessed value	-2.1	-2.2	-2.2	-2.3
Senior Homeowner Property Tax Freeze: Freeze property taxes of owner occupied residents who are over the age of 65 and have income ≤ \$35,000	-9.3	-18.0	-26.0	-33.4
Personal Income Tax				
Earned Income Credit (EIC)				
Increase EIC to 12% of federal EIC	-23.0	-23.6	-23.8	-24.1
Increase EIC to 18% of federal EIC	-57.6	-59.0	-59.6	-60.2
Rate Reductions (current rates: 5% – 7% – 9% – 9.9%)				
Reduce rates to 5 - 7 - 9%	-137.4	-144.5	-153.7	-172.1
Reduce rates to 4.5 - 6.5 - 8.5%	-576.4	-602.4	-631.1	-661.5
Reduce rates to 4 - 6 - 8%	-1,026.3	-1,072.3	-1,122.8	-1,174.6
Tax Bracket Changes				
Double width of 5% and 7% brackets	-460.6	-480.0	-502.5	-522.9
Widen 5% and 7% brackets by \$1,000 (\$2,000 on joint returns)	-123.5	-126.5	-129.9	-132.3
Income Subtractions and Deductions				
Double standard deduction (\$2,175 single; \$4,350 joint in 2017)	-192.3	-197.9	-203.9	-208.8
Increase Maximum Federal Tax Subtraction to \$10,000	-155.1	-160.2	-163.0	-167.5
No limit on maximum subtraction for federal income taxes	-993.0	-1,049.9	-1,105.5	-1,163.7
Credits				
Increase personal exemption credit \$10	-27.4	-28.4	-28.7	-29.3
Capital Gains (taxed at regular income tax rates)				
Reduce tax rate on capital gains to 5%	-233.1	-242.7	-246.8	-262.9
Reduce tax rate on capital gains to 4%	-291.4	-303.4	-308.5	-328.7
Estate Taxes				
Eliminate estate taxes in Oregon	-122.2	-126.8	-131.3	-136.1
Corporate Income Tax				
Reduce corporate tax rate 0.1 percentage point (to 6.5% & 7.5%)	-7.2	-7.2	-7.4	-7.6
Reduce corporate tax rate 1 percentage point (to 5.6% & 6.6%)	-72.1	-71.7	-74.3	-76.4
Reduce top tax rate to 6.6%	-52.3	-52.0	-53.9	-55.4
Reduce C-corp. min tax to \$150 / \$500	-33.6	-32.9	-32.2	-31.6