

PERSONAL INCOME TAX EXAMPLES

CUTTING RATES TO 4.5, 6.5, 8.5/KEEPING 9.9%

TAXPAYER	1		2		3	
	CURRENT LAW	PROPOSAL	CURRENT LAW	PROPOSAL	CURRENT LAW	PROPOSAL
AGI	\$ 40,000	\$ 40,000	\$ 60,000	\$ 60,000	\$ 80,000	\$ 80,000
FEDERAL TAX SUBTRACTION	\$ 2,200	\$ 2,200	\$ 4,155	\$ 4,155	\$ 5,550	\$ 5,550
DEDUCTIONS	\$ 4,400	\$ 4,400	\$ 4,400	\$ 4,400	\$ 12,000	\$ 12,000
OREGON TAXABLE INCOME	\$ 33,400	\$ 33,400	\$ 51,445	\$ 51,445	\$ 62,450	\$ 62,450
TAX FROM RATES	\$ 2,536	\$ 2,369	\$ 4,160	\$ 3,903	\$ 5,151	\$ 4,838
CREDITS	\$ 800	\$ 800	\$ 800	\$ 800	\$ 800	\$ 800
OREGON TAX LIABILITY	\$ 1,736	\$ 1,569	\$ 3,360	\$ 3,103	\$ 4,351	\$ 4,038
CHANGE IN OREGON LIABILITY		\$ (167)		\$ (257)		\$ (312)
FEDERAL TAX FEEDBACK	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 47
LIABILITY WITH FEEDBACK	\$ 1,736	\$ 1,569	\$ 3,360	\$ 3,103	\$ 4,351	\$ 4,085
CHANGE WITH FEEDBACK		\$ (167)		\$ (257)		\$ (265)

NOTES:

TAXPAYERS 1 AND 2 USE THE STANDARD DEDUCTION, TAXPAYER 3 ITEMIZES

ALL THREE TAXPAYERS ARE ASSUMED TO FILE JOINT RETURNS

FOR ALL 3 TAXPAYERS, OREGON CREDITS ARE ROUGHLY EQUAL TO 4 EXMEPTION CREDITS

BECAUSE TAXPAYER 3 ITEMIZES, THE LOWER OREGON TAXES WILL REDUCE ITEMIZED DEDUCTIONS & INCREASE FEDERAL TAXES

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