

Tax Reform Proposals				
Item	Congressional House Republicans	Trump Plan	Effects on Oregon Revenue (Other than through the tax subtraction for federal taxes paid)	Preliminary Revenue Impact Estimate (2017-19)
Rates	7 Tax Brackets into 3 10%, 15% Brackets --> 12% Bracket 25%, 28% Brackets --> 25% Bracket 33%, 35%, 39.6% Bracket --> 33% Bracket	Same rates as House Republican plan but 25% bracket would be narrower	No Direct Impact	Impact Due to Federal Tax Subtraction Congressional House Republicans: +\$55.4 million Trump: +\$129.3 million
Filing Status	Same	Eliminate the Head of Household Status	No Direct Impact	
Standard Deduction	\$6,300 for Singles --> \$12,000 \$12,600 for Joint Filers --> \$24,000 \$9,300 for Head of Household Filers --> \$18,000	\$6,300 for Singles --> \$15,000 \$12,600 for Joint Filers --> \$30,000	No Direct Impact	
Personal Exemption	Eliminate Personal Exemption of \$4,000 and replace with a nonrefundable credit of \$500 for dependents	Repealed	No Direct Impact	
Investment Income	Tax capital gains, dividends, and interest income as ordinary income but allow a deduction of 50% of investment income. The top marginal rate for investment income would be 16.5%	Keeps current structure for capital gains and dividends	Yes. A deduction reduces the base for taxation.	
Itemized Deductions	Eliminate all itemized deductions except for home mortgage interest and charitable contributions	Cap itemized deductions at \$100,000 for single taxpayers/\$200,000 for joint filers	Yes. In addition to being tied to the AGI, Oregon is tied to federal Schedule A Deductions (with an addition for state taxes paid)	Congressional House Republicans: +792.8 million Trump cap: Very small impact
Child Tax Benefits	\$500 nonrefundable credit listed above	Exclude childcare from AGI	Yes. If childcare is excluded from AGI, it will affect the amount taxed in OR	Congressional House Republicans: \$0 Trump: -\$589.6 million