

SB 152 STAFF MEASURE SUMMARY

Senate Committee On Finance and Revenue

Prepared By: Chris Allanach, Senior Economist

Meeting Dates: 2/6

WHAT THE MEASURE DOES:

For purposes of the corporation minimum tax, eliminates the throwback rule for tangible personal property shipped from Oregon. It also changes the apportionment method for services and intangibles from the cost-of-performance to a market based approach.

ISSUES DISCUSSED:

EFFECT OF AMENDMENT:

BACKGROUND:

Since Oregon moved to the single sales factor, there has been some interest in evaluating the policies regarding throwback sales and how services/intangibles are apportioned to Oregon.