

House Bill 3100

Sponsored by Representative POWER, Senator TAYLOR

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Imposes additional tax on investment services partnership income treated as net capital gain and taxed at lower rate on personal income taxpayer's federal return.

Applies to tax years beginning on or after January 1, 2018.

Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to tax treatment of carried interest; prescribing an effective date; and providing for revenue
3 raising that requires approval by a three-fifths majority.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1. Section 2 of this 2017 Act is added to and made a part of ORS chapter 316.**

6 **SECTION 2. Notwithstanding ORS 316.037, any amount of investment services partner-**
7 **ship income that on the taxpayer's federal return is treated as net capital gain and taxed as**
8 **provided in section 1(h)(1) of the Internal Revenue Code shall be subject to an additional tax**
9 **under this chapter. The rate of additional tax shall be the difference between the rate that**
10 **would be imposed on ordinary income, minus the rate imposed, as provided in section 1(h)(1)**
11 **of the Internal Revenue Code.**

12 **SECTION 3. Section 2 of this 2017 Act applies to tax years beginning on or after January**
13 **1, 2018.**

14 **SECTION 4. This 2017 Act takes effect on the 91st day after the date on which the 2017**
15 **regular session of the Seventy-ninth Legislative Assembly adjourns sine die.**

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NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.