

**SB 1523 STAFF MEASURE SUMMARY**

**Senate Committee On Finance and Revenue**

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**Prepared By:** Chris Allanach, Acting Revenue Officer

**Meeting Dates:** 2/6, 2/9

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**WHAT THE MEASURE DOES:**

Extends the method of apportioning income for broadcasters based on customer domicile. Applies to tax years 2017 through 2020.

**ISSUES DISCUSSED:**

**EFFECT OF AMENDMENT:**

No amendment.

**BACKGROUND:**

In 2014 the Legislature passed, and the Governor signed into law, HB 4138. The bill modified how corporation income for interstate broadcasters is apportioned to Oregon. Put simply, it changed the apportionment percentage from one based on the share of viewers in Oregon (i.e. audience factor) to the state of domicile for the direct customers of the broadcasters (i.e. domicile factor). The policy change was a temporary provision, affecting tax years 2014 through 2016.