



Oregon Family Farm Association
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From the Desk of
Senator Brian Boquist

**Protect Oregon Family Farmers From Wall Street Buy-outs!
Advantaged Wall Street-Driven Firms Will Out-Bid Oregon Family Farmers
Vote No on Senate Bill 1528!**

#1. Publicly Traded/Wall Street Firms Already Get the Following Tax Rate Advantage in Oregon:

Wall Street Firms:

Up to \$1million	6.7%
Over \$1 million and over	7.6%
Over \$50 million	7.6% (or much less with single-sales factor)

Oregon Main Street (under current law Wall Street Firms have up to 30% advantage)

Up to \$250,000	7.0%
\$250k-\$499,999	7.2%
\$500k-\$999,999	7.6%
Up to \$2.5 million	8.0%
Up to \$5 million	9.0%
Over \$5 million	9.9%

Oregon Main Street Under SB1528

(SB 1528 creates up to a 47% advantage for Wall Street firms!)

Up to \$250,000	7.0%
Over \$250,000	9.9%

#2. Combined Impact of President Trump's tax bill and Senator Hass' SB 1528 Creates Huge Disadvantage For Small/Family-Owned, Capital Intensive Manufacturing and Agricultural Firms

Combined rates – using simply calculations, not considering other deductions, etc.;

	Wall Street Firm (\$50 million in profits)	Oregon Firm (\$500,000 profits)	Difference
	Federal Tax rate + State Tax Rate= Total Rate		
2017	35%+7.6% = 42.6% tax rate	39.6%+7.6% = 47.2%	-4.6%
2019 (SB1528)	21%+7.6%= 28.6% tax rate	29.6%(20% ded. from 37%)+9.9=39.5%	-10.9%

Senator Hass' SB 1528 and President Trump's Tax Plan combined – more than doubles the "cost of capital" advantage for Wall Street Firms over Main Street Firms. A Wall Street firm making \$50 million pays nearly 11% lower tax rate (a 38% advantage) compared to a small Oregon manufacturing company making \$500,000 – or just 1% of the \$50,000,000!

#3. Raising The Cost of Capital Puts Oregon Small Business At a Competitive Disadvantage!

The bottom line is capital intensive small manufacturing companies and agriculturalists are struggling to compete when Wall Street firms have lower tax burden when making major capital expenditures. President Trump's Tax Plan widened the gap between C-corps and small and family-owned pass-through businesses, and SB 1528 makes it much worse! *Attached are a few articles about how private equity firms are running up the cost of buying farm land – much of it due to capital leveraged and tax advantages!!!*