Senate Bill 436

Sponsored by Senator HAYDEN (Presession filed.)

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.

Establishes tax rate for taxable income from partnerships, S corporations and sole proprietorships.

Applies to tax years beginning on or after January 1, 2024.

Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

Relating to personal income tax rates; and prescribing an effective date.

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

SECTION 1. Section 2 of this 2023 Act is added to and made a part of ORS chapter 316.

SECTION 2. Notwithstanding ORS 316.037, a taxpayer's income from a partnership, S corporation or sole proprietorship shall be taxed at:

(1) Five percent of the first $2,000 of taxable income;

(2) Five and six-tenths percent of taxable income greater than $2,000 and less than or equal to $1 million; and

(3) Six and six-tenths percent of taxable income in excess of $1 million.

SECTION 3. Section 2 of this 2023 Act applies to tax years beginning on or after January 1, 2024.

SECTION 4. This 2023 Act takes effect on the 91st day after the date on which the 2023 regular session of the Eighty-second Legislative Assembly adjourns sine die.