

Senate Bill 2

Sponsored by Senators WAGNER, KNOPP, WEBER

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**.

Creates Oregon personal income tax subtraction for amounts received for renting out room in taxpayer's home.

Applies to tax years beginning on or after January 1, 2024, and before January 1, 2030.

Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to income tax deductions for renting of rooms in taxpayer's principal residence; and pre-
3 scribing an effective date.

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

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

6 **SECTION 2. (1) There shall be subtracted from federal taxable income amounts of rent**
7 **received by a taxpayer for a room in the taxpayer's principal residence. For the taxpayer to**
8 **qualify for the subtraction under this section, the same individual must pay for and occupy**
9 **a rented room in the taxpayer's principal residence for at least three consecutive calendar**
10 **months during the tax year.**

11 **(2) The subtraction under this section may not exceed \$12,000 per room rented per tax**
12 **year.**

13 **(3) A subtraction may not be allowed under this section if the rent received by the tax-**
14 **payer for any room in the taxpayer's principal residence for any month exceeds \$1,000.**

15 **SECTION 3. Section 2 of this 2023 Act applies to tax years beginning on or after January**
16 **1, 2024, and before January 1, 2030.**

17 **SECTION 4. This 2023 Act takes effect on the 91st day after the date on which the 2023**
18 **regular session of the Eighty-second 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.