

## Section Contents, SB 1507 -7

Sec.	Policy & Description (changes from -5 in red text)	Biennial Revenue Impact (\$M's)		
		2025-27	2027-29	2029-31
1-2	<b>Vehicle loan interest deduction disconnect</b> Disconnects from personal income tax deduction for auto loan interest. Applies to tax years 2026 and later.	\$36.4	\$101.4	\$0.0
3	<b>OR earned income tax credit (EITC)</b> Increases Oregon's EITC from 9% to 14% of federal EITC amount, or from 12% to 17% for taxpayers with a dependent under the age of 3 at close of tax year. Applies to tax years 2026 and later.	-\$26.2	-\$52.7	-\$53.7
4-5	<b>Qualified small business stock disconnect</b> Disconnects from personal income tax exclusion for gain from the exchange or sale of qualified small business stock. Applies to tax years 2026 and later.	\$38.9	\$56.5	\$83.0
6-9	<b>Bonus depreciation disconnect</b> Disallows bonus depreciation for tax years 2026 and later. Requires an addback for federal bonus depreciation on property, with a corresponding subtraction over the asset's remaining depreciable life. Applies to depreciation for property placed in service in tax year 2026 or later. <b>Clarifies disconnect applicable to all property by eliminating reference to "machinery and equipment".</b>	\$267.0	\$228.3	\$118.5
10	<b>Applicability specifications</b>			
11 - 15	<b>Credit for taxpayers creating jobs</b> New non-refundable personal and corporate income tax credit for job creation. Allows unused credits to be carried forward up to three years. Credit equals \$1,000 × number of jobs created in the year. Requires taxpayers to obtain credit certification from Oregon Business Development Department (OBDD). Limits annual certification of tax credits to \$12.5 million. Applies to tax years 2026 through 2031. <b>Requires qualifying jobs to provide compensation of at least 150% of the applicable Oregon minimum wage. Limits certified annual new jobs to no more than 10 per taxpayer. Requires taxpayer to self-attest number of new jobs created at time of certification. Clarifies period of comparison for determining count of new jobs. Clarifies certification data sharing between OBDD and Dept. of Revenue.</b>	-\$4.6	-\$19.6	-\$24.2
16	<b>Applies 91<sup>st</sup> day following adjournment sine die</b>			