

SB 1511A

Summary

House Committee on Revenue

March 02, 2026

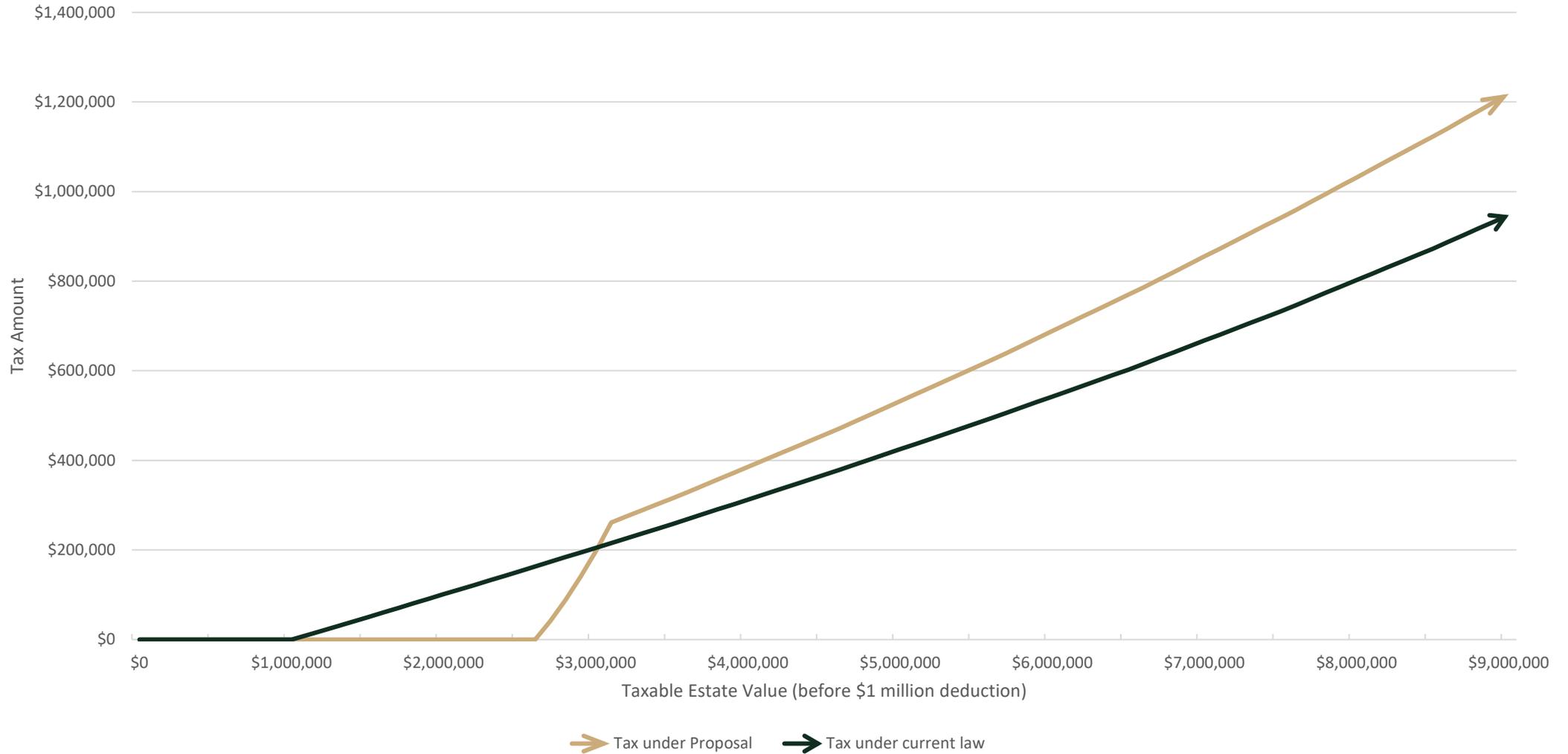


SB 1511A Big Picture (starting 2027)

- Exempts Estates below \$2.5 million from tax
- Taxes estates above \$2.5 million on value over \$1 million
- Phases in Tax over \$500,000 range starting at \$2.5 million
- Increases Tax Rates so expected impact of those changes a minimal revenue reduction

- Adjusts \$2.5 million for inflation (starting in 2028)

Estate Tax: 1511A compared to Current Law



SB 1511A Tax Calculation in Three Ranges

1. Under \$2.5 million → No tax
2. \$2.5 million to \$3 million phased in as a percent of tax from table
 - \$2.5M = 0% of tax from table
 - \$2.6M = 20% of tax from table
 - \$2.75M = 50% of tax from table
 - \$2.9M = 80% of tax from table
 - \$3.0M = 100% of tax from table
3. Over \$3 million → Full tax from table

New Tax rates

SB 1511A

Taxable Estate (After \$1 million Exclusion)				Tax Rate	Increase from Current Law
\$0	to	\$500,000		12.75%	2.75%
\$500,000	to	\$1,500,000		13.00%	2.75%
\$1,500,000	to	\$2,500,000		13.50%	3.00%
\$2,500,000	to	\$3,500,000		14.25%	3.25%
\$3,500,000	to	\$4,500,000		15.25%	3.75%
\$4,500,000	to	\$5,500,000		16.25%	4.25%
\$5,500,000	to	\$6,500,000		17.25%	4.25%
\$6,500,000	to	\$7,500,000		18.25%	4.25%
\$7,500,000	to	\$8,500,000		19.25%	4.25%
\$8,500,000		and above		19.90%	3.90%

Phase-in happens in this range
(\$2.5 Million minus \$1 M exclusion)

Examples of Tax Calculation for Comparison

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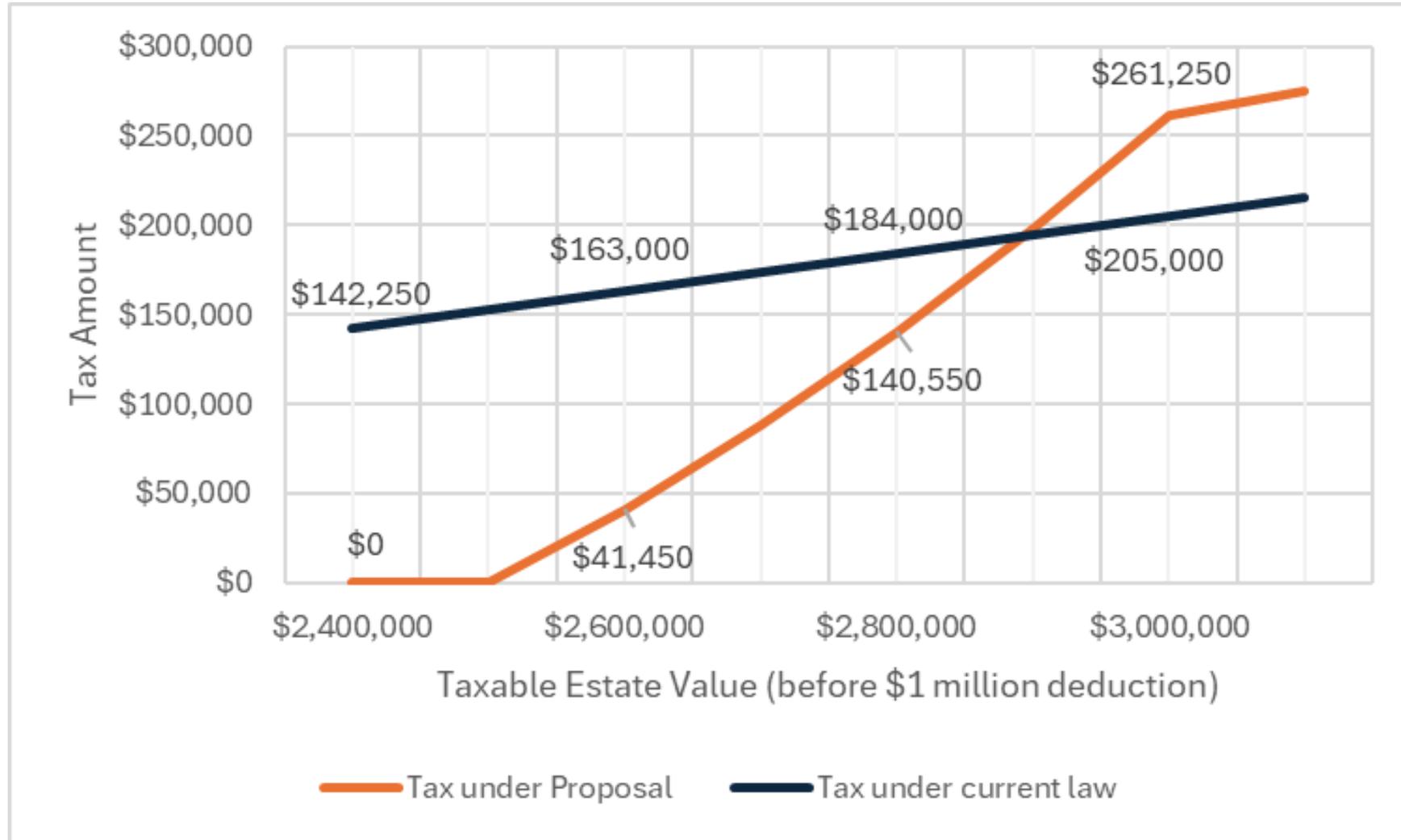
Total Taxable Estate	Taxable Estate After Exclusion	Tax	Tax Change
\$1,500,000	\$500,000	\$0	(\$50,000)
\$2,000,000	\$1,000,000	\$0	(\$101,250)
\$2,750,000	\$1,750,000	\$113,750	(\$65,000)
\$3,000,000	\$2,000,000	\$261,250	\$56,250
\$7,000,000	\$6,000,000	\$872,500	\$205,000
\$15,000,000	\$14,000,000	\$2,428,250	\$525,750

Phase-in at 50% for \$2.75 Million

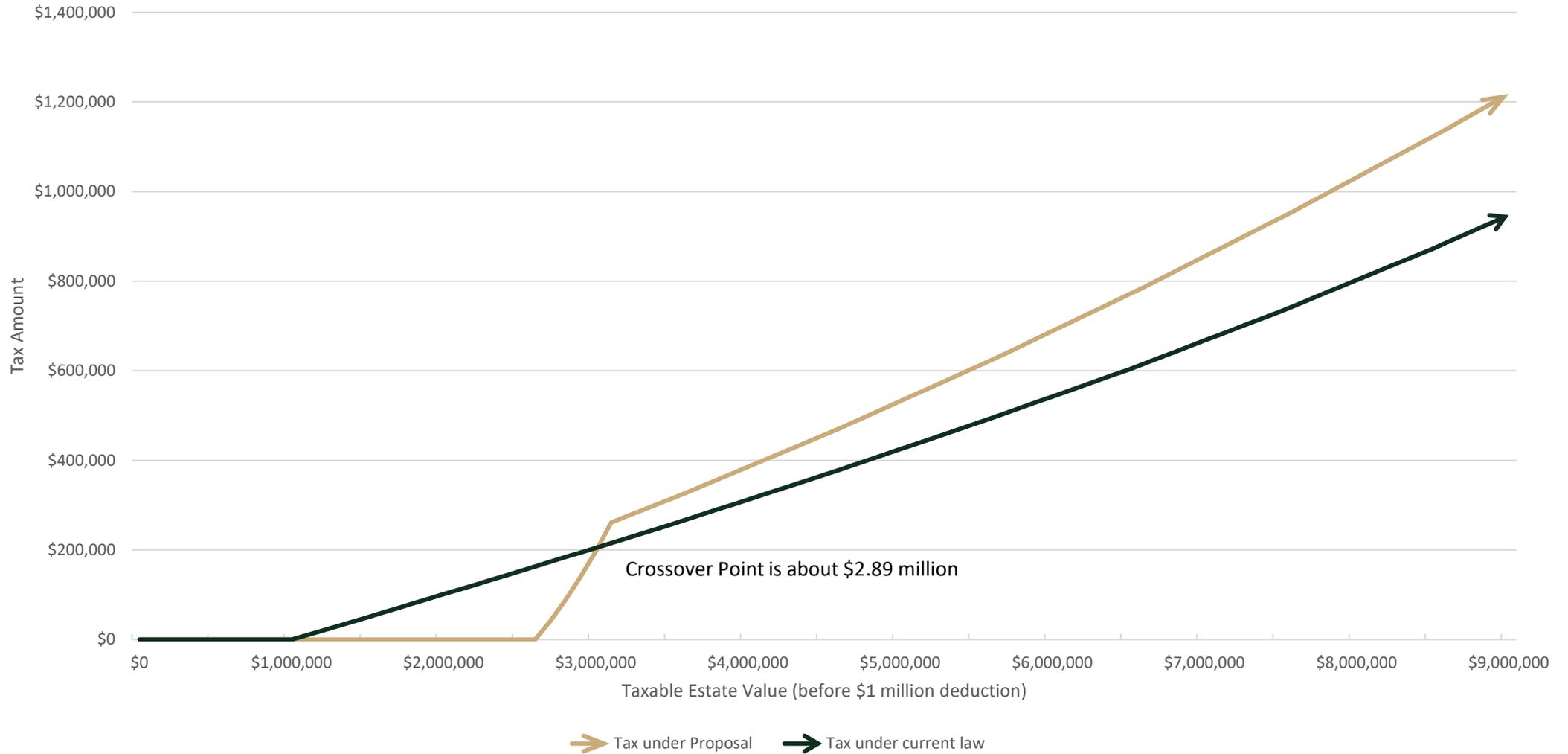
Current Law

Total Taxable Estate	Taxable Estate After Exclusion	Tax
\$1,500,000	\$500,000	\$50,000
\$2,000,000	\$1,000,000	\$101,250
\$2,750,000	\$1,750,000	\$178,750
\$3,000,000	\$2,000,000	\$205,000
\$7,000,000	\$6,000,000	\$667,500
\$15,000,000	\$14,000,000	\$1,902,500

Estate Tax: 1511A Phase In Detail



Estate Tax: 1511A compared to Current Law



Effects (based on 2023 Estate Tax Returns)

Reductions

- Eliminate filing requirement for estates under \$2.5 million gross value [Just over 2,000 Estates in 2023]
- Eliminate taxes for estates under \$2.5 million taxable value [About 1,400 Estates that paid tax in 2023]
- Reduce taxes for estates between \$2.5 million and \$2.89 million [About 110 Estates in 2023]
- Reductions total about 21% of tax liability in the first year
- Additional reduction from inflation adjustment.

Increases

- Increase tax for estates over \$2.89 million [About 460 Estates in 2023]
- Average Tax increase is about 27% for Estates that have an increase

Net Revenue Estimate (\$ millions)

2025-27	2027-29	2029-31
minimal loss	-3.2	-35.4

Thank You

(additional context available in following slides)



Tax Year 2023 Oregon Estate Tax Returns

Taxable Estate	Number of Returns	% of Returns	Total Tax (\$ million)	% of Tax
a) Less than \$1 million	923	29.5%	\$0.0	0.0%
b) 1m-1.5m	1,003	32.0%	\$17.2	4.5%
c) 1.5m-2.5m	634	20.2%	\$54.0	14.0%
d) 2.5m-3.5m	244	7.8%	\$43.1	11.2%
e) 3.5m-4.5m	107	3.4%	\$29.3	7.6%
f) 4.5m-5.5m	70	2.2%	\$26.7	6.9%
g) 5.5m-6.5m	40	1.3%	\$16.3	4.2%
h) 6.5m-7.5m	13	0.4%	\$7.3	1.9%
i) 7.5m-9.5m	33	1.1%	\$22.7	5.9%
j) more than 9.5m	67	2.1%	\$167.9	43.7%
Total	3,134	100%	\$384.6	100%

Note that “% of Tax” column does not represent total reduction in tax if threshold were raised to that level for all estates. For instance, an increase in the threshold to \$1.5 million would have reduced taxes by an average of 23 percent between 2016 and 2022.

Estate Tax Forecast

Office of
Economic
Analysis

Most Recent Forecast (Q1 2026)
\$Millions

FY2026	FY2027
441	503.3

FY2028	FY2029
547.4	595.4

FY2030	FY2031
648.9	708.8