

Submitter: Steven Demarest Demarest
On Behalf Of:
Committee: Senate Committee On Finance and Revenue
Measure, Appointment or Topic: SB1507
To: Senate Committee on Finance and Revenue
From: Steven Demarest
Date: February 4th, 2026
RE: SB 1507 - Tax Disconnect

Essential state and federal services that millions of Oregonians rely on are at risk of severe funding cuts due to H.R. 1 and the Trump Administration's agenda. While Oregon faces the loss of billions in federal funds, the wealthiest earners and out-of-state corporations stand to gain massive tax breaks. This is unacceptable for our state and its people.

If we do not decouple from these federal tax codes, Oregon will be forced to make devastating cuts to essential services that millions rely on. Without action, the impacts will be severe: Employment-Related Day Care will run out of money by January 2027 unless the current legislature fills its \$88 million shortfall; food banks will be overwhelmed as federal SNAP funds are withdrawn, leaving critical gaps in food security; hundreds of thousands of Oregonians stand to lose health care coverage due to the largest funding cut in Medicaid/Oregon Health Plan history. These are just a few examples of what's at risk if we remain bound to a federal system that prioritizes tax breaks for the wealthy over the well-being of our communities.

I believe in the services I pay taxes for. I believe in common sense, progressive taxation for those services. Please exercise common sense and appropriate taxation. Disconnect from the harmful federal tax code. Provide tax relief for tips and overtime separately.

Thank you,
Steven Demarest