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On Behalf Of: SEIU 503
Committee: House Committee On Revenue
Measure, Appointment or Topic: SB1507

SEIU and the Federal HR1 Solution

Oregon could lose \$1 Billion from the current budget, and up to \$15 billion in federal money over the next six years, because of a selfish bill (HR1) Congress passed last year which cut Medicaid. It

1. will cause 340,000 to lose or see reduced SNAP benefits as a result of a \$435 million reduction in SNAP payments and 236,000 to 363,000 Oregonians on the Oregon Health Plan to be at risk of losing coverage.
2. gives \$900 million in tax cuts to big corporations and the richest people by virtue of our automatic connection to federal tax cuts. Make global corporations pay what they owe, who hide profits overseas.

Our members provide services in every county in the state.
We need \$15 Billion for critical services Oregonians depend on.

Currently, the richest 1% of individual Oregonians are to receive \$42,000 plus in federal tax cuts;
The people earning the lowest (20% of tax payers) will average tax cuts of \$70 each.

Utilize smart ways to leverage our resources to save jobs and prevent permanent deep harm.

SOLUTION: Disconnect from HR1 through SB1507 to keep \$100's of millions in the General Fund.

Disconnect from Federal tax cuts and close tax loopholes of the wealthy before considering budget cuts to protect Oregonians.

Keep \$35 M: the State and Local Tax (SALT) deduction capped at \$10,000;

Abandon: the corporate "Jobs Credit";

Disconnect from: \$690 Million en toto:

\$9 M - vacation home mortgage interest deductions;

\$32 M - in 2026, \$62M in 2027 - auto loan interest deductions;

\$35 M - Qualified Small Business Stock (QSBS) exclusions;

\$145 M - Eliminate tax rates for certain pass-through business owners.

The above equals \$212 Million.

Depreciation-related business tax breaks: \$385 Million

\$214 M - Bonus depreciation,

\$68 M - Qualified Production Property,

\$81 M - Research & Experimentation expensing, even if the investment is outside of Oregon;

\$22 M - Section 179 expensing.

The below: \$84 Million

\$67 M - Foreign-Derived deductions, eligible income formerly the FDII, deduction;

\$17 M/year starting in 2027 - Opportunity Zone capital gains tax breaks.

You have listened to one who takes finances seriously for all parties in the State of Oregon, especially care providers now and in the future;

an SEIU Local 503 Capital Steward who consistently attends the Oregon Investment Council and the Oregon Retirement Savings Board;

initiated the idea of retirement for SEIU Local 99 care providers in 2007 to the Bargaining Team (as a "peanut gallery" participant);

is an active SEIU 503 Climate Justice Committee member; and

has served on SEIU Local 99's Homecare Council since about 2007 (with a two-year absence during this time),

among other current and past SEIU activities.