Senate Bill 438

Sponsored by Senator OLSEN (Presession filed.)

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.**

Allows taxpayer to expense certain business assets for income or corporate excise tax purposes. Applies to tax years beginning on or after January 1, 2016.
Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

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2 Relating to expensing of business assets; and prescribing an effective date.

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

4 **SECTION 1. Section 2 of this 2015 Act is added to and made a part of ORS chapter 314.**

5 **SECTION 2. (1) Notwithstanding ORS 314.011, as used in subsection (2) of this section,**

6 **section 179 of the Internal Revenue Code refers to the Internal Revenue Code as amended**

7 **and in effect on December 31, 2013, and as applicable to tax years beginning on or after**

8 **January 1, 2013, and before January 1, 2014.**

9 **(2) As provided in section 179 of the Internal Revenue Code, there may be subtracted**

10 **from federal taxable income an amount equal to the amount allowed as a deduction for ex-**

11 **pensing as a business asset, if the asset is placed in service during the tax year.**

12 **(3) Amounts subtracted from federal taxable income under subsection (2) of this section**

13 **must thereafter be added to federal taxable income in the tax year in which the amounts are**

14 **otherwise deductible.**

15 **SECTION 3. Section 2 of this 2015 Act applies to tax years beginning on or after January**

16 **1, 2016.**

17 **SECTION 4. This 2015 Act takes effect on the 91st day after the date on which the 2015**

18 **regular session of the Seventy-eighth Legislative Assembly adjourns sine die.**

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