

Senate Bill 435

Sponsored by Senator HAYDEN (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**.

Establishes subtraction from personal taxable income for eligible rental payments made by eligible renters.

Applies to tax years beginning on or after January 1, 2024, and before January 1, 2030.

Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to an income tax subtraction for rental payments; and prescribing an effective date.

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

4 **SECTION 1. Section 2 of this 2023 Act is added to and made a part of ORS chapter 316.**

5 **SECTION 2. (1) As used in this section:**

6 (a) **“Eligible rental payment” means rent paid by an eligible renter to a landlord for the**
7 **eligible renter’s principal residence during the tax year. “Eligible rental payment” does not**
8 **include any amount received by an eligible renter as payment for the rent due under the**
9 **rental agreement from another occupant of the residence, other than the eligible renter’s**
10 **spouse.**

11 (b) **“Eligible renter” means an individual who in the tax year pays rent for the**
12 **individual’s principal residence and who has entered into a rental agreement with a landlord.**

13 (c) **“Landlord” has the meaning given that term in ORS 90.100.**

14 (2) **In computing Oregon taxable income for the purposes of this chapter, there shall be**
15 **subtracted from federal taxable income the amount paid by an eligible renter for eligible**
16 **rental payments.**

17 (3) **The subtraction under this section may not exceed \$5,000.**

18 **SECTION 3. Section 2 of this 2023 Act applies to tax years beginning on or after January**
19 **1, 2024, and before January 1, 2030.**

20 **SECTION 4. This 2023 Act takes effect on the 91st day after the date on which the 2023**
21 **regular session of the Eighty-second Legislative Assembly adjourns sine die.**

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NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.