

House Bill 2871

Sponsored by Representative EVANS (Pre-session 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**. The statement includes a measure digest written in compliance with applicable readability standards.

Digest: The Act tells a business that gets over 20 percent of its receipts from public contracts to list amount with tax return. (Flesch Readability Score: 61.4).

Requires businesses receiving more than 20 percent of gross receipts from public contracts to include a statement of the amount received with a tax return filed with the Department of Revenue.

Applies to tax years beginning on or after January 1, 2028.

A BILL FOR AN ACT

1
2 Relating to tax returns.

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

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

5 (a) **“Business” means any corporation, partnership, proprietorship, firm, enterprise,**
6 **franchise, association, organization, self-employed individual and any other legal entity op-**
7 **erated for economic gain in Oregon.**

8 (b) **“Public affiliate” means a business that received 20 to 34 percent of its gross receipts**
9 **for the current and two preceding tax years combined from public contracts.**

10 (c) **“Public agent” means a business that received 50 percent or more of its gross receipts**
11 **for the current and two preceding tax years combined from public contracts.**

12 (d) **“Public contract” means a sale or other disposal, or a purchase, lease, rental or other**
13 **acquisition by a public body, as defined in ORS 174.109, of personal property, services, in-**
14 **cluding personal services, public improvements, public works, minor alterations, or ordinary**
15 **repair or maintenance necessary to preserve a public improvement.**

16 (e) **“Public partner” means a business that received 35 to 49 percent of its gross receipts**
17 **for the current and two preceding tax years combined from public contracts.**

18 (2) **Any business required to file a tax return with the Department of Revenue under ORS**
19 **chapter 314, 316, 317, 317A or 318 that has received at least 20 percent of its gross receipts**
20 **from one or more public contracts during the tax year for which the return is due must**
21 **submit a statement setting forth the amount so received with its return.**

22 (3) **In addition to the statement required under subsection (2) of this section, the busi-**
23 **ness shall submit a statement setting forth the percentage of gross receipts the business has**
24 **received from public contracts for the tax year for which the return is filed combined with**
25 **the two preceding tax years. The statement under this subsection shall include whether the**
26 **business is a public affiliate, public partner or public agent.**

27 (4) **The statements under subsections (2) and (3) of this section shall be written in plain**
28 **language and certified by an officer, member, manager or other person authorized to sign a**
29 **tax return on behalf of the business.**

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.

1 **(5) Notwithstanding any law relating to the confidentiality of tax return information, the**
2 **department shall make any statements filed under subsection (2) or (3) of this section pub-**
3 **licly available.**

4 **SECTION 2.** **Section 1 of this 2025 Act applies to tax years beginning on or after January**
5 **1, 2028.**

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