

HOUSE OF REPRESENTATIVES

THIRD READING ALERT

PROJECTED THIRD READINGS FOR WEDNESDAY, OCTOBER 2, 2013

HOUSE CONVENES AT 8:30 A.M.

BILL#	COMM	RECOMMENDATION	Filed	CARRIER
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HOUSE BILLS: (REQUIRES RULE SUSPENSION)

<u>HB 3601</u>	A-Eng	SS	dpa PE	10/01/2013	Read, Davis
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Makes personal and corporate tax changes applicable beginning tax year 2013 unless otherwise specified. Increases corporate tax rate from 6.6% to 7.6% on taxable income between \$1 million and \$10 million. Modifies trigger for corporate tax collections dedicated to Rainy Day Fund from 6.6% to 7.5% for tax years 2013 to 2016, and to 7.2% for tax years 2017 and beyond. Eliminates all personal exemption credits for joint filers with adjusted gross income above \$200,000, and for single filers with adjusted gross income above \$100,000. Converts additional medical deduction to a subtraction, creates cap, phases out subtraction as income increases, and gradually raises eligibility age to 66 by 2020. Establishes 2.5% tax rate for Interest-Charge – Domestic International Sales Corporations (IC-DISCs) and exempts same from corporate minimum tax. Increases earned income tax credit (EITC) from 6% of federal credit to 8% beginning tax year 2014. Creates preferential marginal tax rate structure for certain business income reported on personal income tax returns beginning tax year 2015. Nonpassive income earned from S-corporations, partnerships, and LLCs that file tax returns as either type of entity may, at taxpayer’s election, be subject to preferential rates that range from 7% to 9%. Eligibility requirements include material participation by taxpayer and at least one noninvestor employee. Increases cigarette tax by 13 cents beginning January 1, 2014, to 14 cents January 1, 2016, and to 15 cents January 1, 2018. Dedicates 10 cents of increase to mental health services and 3 cents to General Fund for years 2014 and 2015. Dedicates full increase to mental health services in 2016. Requires approval by three-fifths majority. Effective 91st day after adjournment sine die. (Committee Vote: 5 - 0 - 0)

Please note: Has minimal fiscal impact, no statement issued.

Please note: Has Revenue Impact Statement

<u>HB 5101</u>	SS	dp	10/01/2013	Buckley
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Increases the General Fund appropriation for the 2013-15 State School Fund by \$100 million. Directs the additional fund to be used in the 2014-15 school year. (Committee vote: 5-0)

Please note: Has Budget Report.

Please note: Has Revenue Impact Statement

<u>HCR 51</u>	SS	A	10/01/2013	Hoyle, McLane
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Adjourns sine die the 2013 first special session of the seventy-seventh Oregon Legislative Assembly. (Committee Vote: 5 - 0 - 0)

LEGEND

SS - Special Session Committee

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dp=do pass
 dpa=do pass with amendments
 Aa=adopt with amendments
 PE=print measure engrossed
 A=adopt
 re=referred or referral
 res=rescind
 sub=subsequent

SENATE BILLS:**(Upon passage by the Senate - Requires Rule Suspension)****SB 861 A-Eng SS dp 10/02/2013**

Modifies the cost-of-living adjustment (COLA) under the Public Employees Retirement System (PERS) beginning on or after July 1st, 2014; Provides temporary administrative authority to the PERS Board to pay one-time supplemental payments to PERS benefit recipients that receive a COLA beginning July 1st, 2014; limits the amount of the first supplemental payment to no more than \$150; Supplemental payment authority repeals on December 31st, 2019 and are to be paid from the PERS Contingency Reserve Account; Directs PERS Board to report on or before September 30, 2018 on its recommendations related to the statutory COLA adjustment and continuation of the administrative supplemental payment; Provides for expedited review by the Oregon Supreme Court; Declares emergency, effective on passage. The following table summarizes the measure's changes for the second year of the 2013-15 biennium, as compared to current law. (Committee vote: 5-0)

Please note: Has Fiscal Impact Statement**SB 862 A-Eng SS dp 10/02/2013**

Excludes increases in salary made by employer to pay for insurance coverage from calculation of final average salary of members of Oregon Public Service Retirement Plan (OPSRP); provides that lump sum payment or retirement allowance payable to member of Public Employees Retirement System who is convicted of crime is subject to execution, garnishment, attachment, or other process to collect money award in a criminal action with the amount of a money award limited to restitution or a compensatory fine; modifies retirement options available to members of Legislative Assembly; provides for expedited review by the Oregon Supreme Court; and declares emergency, effective on passage. (Committee vote: 5-0)

Please note: Has minimal fiscal impact, no statement issued.**SB 863 SS dp 10/02/2013**

Finds and declares regulation of agricultural, flower, vegetable, and nursery seed and seed products is reserved to state to protect economic benefits and industries. Prohibits local government from enacting or enforcing local measure or law that inhibits or prevents production or use of specified seed or seed products including displaying, distributing, growing, harvesting, labeling, marketing, mixing, notifying of use, planting, possessing, processing, registering, storing, transporting, or using. Excludes land owned by local government from prohibition on regulation. Exempts any local measure that qualified for placement on ballot on or before January 31, 2013, and is approved at election on May 20, 2014. Declares emergency, effective on passage. (Committee vote: 5-0)

Please note: Has minimal fiscal impact, no statement issued.**LEGEND**

AGNR...Agriculture & Natural Resource
 BLBusiness & Labor
 CPGE...Consumer Protection & Government Efficiency
 EDEducation
 EEEnergy & Environment
 HCHealth Care
 HEWD .Higher Education & Workforce Development
 HSHuman Services & Housing
 I-5Interstate-5 Bridge Replacement Project

JUD.....Judiciary
 LULand Use
 PSPublic Safety
 REVRevenue
 RULES.....Rules
 TAX.....Tax Credits
 TED.....Transportation & Economic Development
 VETVeterans' Services & Emergency Preparedness
 WMWays and Means

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