

## **DRAFT BALLOT TITLE**

### **Increases highest corporate minimum taxes; eliminates tax cap; distributes revenue to eligible individuals**

**Result of “Yes” Vote:** “Yes” vote increases corporate minimum tax on Oregon sales exceeding \$25,000,000; eliminates tax cap; distributes revenue to eligible individuals; Department of Revenue to administer/distribute.

**Result of “No” Vote:** “No” vote retains existing corporate minimum taxes on Oregon sales; twelve tax brackets impose different tax amounts, capped at \$100,000 tax on sales exceeding \$100,000,000.

**Summary:** Current law requires corporations to pay higher of either tax on taxable income or corporate minimum tax. Except S corporations, minimum tax amount is determined by tax bracket based on corporation’s Oregon sales; minimum tax is capped at \$100,000 for \$100,000,000 in sales. Beginning 2023, measure increases minimum tax on all corporations with Oregon sales exceeding \$25,000,000; imposes minimum tax of \$30,000 plus 2.5% of sales above \$25,000,000; eliminates minimum tax cap; directs Department of Revenue to verify eligibility, equally distribute increased revenue (minus certain costs) to all individuals spending more than 200 days annually in Oregon including dependents; revenue distribution does not affect individual eligibility for state benefits; revenue used to replace reduced federal benefits if distribution negatively affects individual’s benefits. Other provisions.