New, Interesting, and Weird: Oregon

Presentation to
WSATA

Katie Lolley
Business Division Administrator, Oregon Department of Revenue
Agenda

- Vehicle Taxes
- Bicycle Tax
- Heavy Equipment Rental Tax (HERT)
- Corporate Activity Tax (CAT)
- Other programs in the works
Vehicle Privilege and Use Taxes

- Effective date January 1, 2018
- Privilege tax imposed on Oregon dealers
- Use tax imposed on Oregon residents or businesses
- Tax rate 0.5 percent of retail sales price
- Reporting requirements
- Revenue generation
Bicycle Excise Tax

- Effective date January 1, 2018
- Retailers who sell bicycles in Oregon collect tax from purchaser
- Tax rate of $15 on new bicycles with retail price of $200 or more
Heavy Equipment Rental Tax (HERT)

- Effective date January 1, 2019
- Tax rate is 2% on rental price
- Heavy equipment and tools that are subject are exempt from ad valorem property tax
- Quarterly filing and payments
- True-up process
Corporate Activity Tax (CAT)

• Effective January 1, 2020
• Applies to all business types with commercial activity
• Quarterly payments, annual filing required
• Thresholds
• 35% deduction for COGS or labor costs
• Tax rate, $250 plus 0.57% on taxable commercial activity over $1 million
• Exclusions, sourcing, and apportionment
Potential New Programs

- High hazard oil train
- Paid family medical leave
- Employer healthcare contribution assessment
- Tax on vaporizer oils
Questions?

If you have additional questions after today, please contact:

Katie Lolley

katie.m.lolley@oregon.gov

(503) 945-8440