

A-Engrossed
Senate Bill 315

Ordered by the Senate June 20
Including Senate Amendments dated June 20

Sponsored by Senator GORDLY

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.

[Directs Department of Revenue to enter into multistate agreement to streamline administration of sales and use taxes imposed by other states.]

Directs Legislative Revenue Officer, in consultation with Department of Revenue, local governments and National Conference of State Legislatures, to analyze issues relating to adoption of Streamlined Sales and Use Tax Agreement. Requires that Legislative Revenue Officer submit specified reports to legislative interim committees and Legislative Assembly.

Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to multistate tax agreement; and prescribing an effective date.

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

4 **SECTION 1. As used in sections 1 to 3 of this 2005 Act:**

5 (1) "Sales tax" means a tax imposed on retailers and calculated as a percentage of the
6 gross receipts from the sale of tangible personal property sold at retail.

7 (2) "State" means any state of the United States and the District of Columbia.

8 (3) "Use tax" means a tax imposed on the storage, use or other consumption of tangible
9 personal property purchased from any retailer and calculated as a percentage of the pur-
10 chase price of the property.

11 **SECTION 2. (1) The Legislative Assembly finds and declares that entering into the**
12 **Streamlined Sales and Use Tax Agreement with one or more states to simplify and modernize**
13 **sales and use tax administration will substantially reduce the burden of tax compliance for**
14 **all sellers and for all types of commerce.**

15 (2) The Legislative Assembly further finds and declares that the Streamlined Sales and
16 Use Tax Agreement has significant implications for:

17 (a) The state and local revenue systems;

18 (b) The revenue systems of all states, including those without a general retail sales tax;
19 and

20 (c) Interstate commerce.

21 **SECTION 3. (1) The Legislative Revenue Officer, in consultation with the Department of**
22 **Revenue, local governments and the National Conference of State Legislatures, shall analyze**
23 **any issues that might result from adoption of the Streamlined Sales and Use Tax Agreement**
24 **in this state, including implications for:**

25 (a) The economy of Oregon;

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 **(b) The revenue system of Oregon; and**

2 **(c) State and local tax policy options.**

3 **(2) The Legislative Revenue Officer shall develop a preliminary report detailing the re-**
4 **sults of the analysis conducted pursuant to subsection (1) of this section. The report may**
5 **include recommendations for legislation and shall be submitted to the interim committees**
6 **related to revenue no later than September 1, 2006. A final report shall be submitted to the**
7 **Seventy-fourth Legislative Assembly no later than February 1, 2007.**

8 **SECTION 4. This 2005 Act takes effect on the 91st day after the date on which the reg-**
9 **ular session of the Seventy-third Legislative Assembly adjourns sine die.**

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