

# Senate Bill 343

Sponsored by Senator SCHRADER (at the request of Oregon Restaurant Association)

## 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**.

Prohibits unit of local government from imposing sales tax on meals prepared and sold inside boundaries of unit of local government. Permits collection of otherwise prohibited tax if ordinance or other law imposing tax took effect or became operative before January 1, 2003.

Takes effect on 91st day following adjournment sine die.

## A BILL FOR AN ACT

1  
2 Relating to taxation by units of local government; and prescribing an effective date.

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

4 **SECTION 1. (1) A unit of local government, as defined in ORS 190.003, may not impose,**  
5 **by ordinance or other law, a privilege or excise tax measured by sales price or gross receipts**  
6 **of meals prepared and sold inside the boundaries of the unit of local government.**

7 **(2) Subsection (1) of this section does not apply to a privilege or excise tax if the ordi-**  
8 **nance or other law imposing the tax took effect or became operative before January 1, 2003.**  
9 **This subsection applies without regard to changes made on or after January 1, 2003, in the**  
10 **rate of tax imposed or in the form of the ordinance or other law levying the tax.**

11 **SECTION 2. This 2005 Act takes effect on the 91st day after the date on which the reg-**  
12 **ular session of the Seventy-third Legislative Assembly adjourns sine die.**

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**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.