

Changes Regarding the Oregon Corporate Income Tax

Oregon recently proposed a regulation increasing both the corporate income tax rate and the minimum corporate tax. According to the unofficial results of a special election held on January 26, 2010, Oregon voters approved the proposed increases. These modifications are retroactive to the 2009 tax year.

As a result, corporate taxpayers are subject to higher tax rates on taxable income exceeding \$250,000. For 2009 and 2010, the tax rate will increase from the current rate of 6.6% to 7.9%. For 2011 and 2012, the rate will be 7.6%. After 2012, the 7.6% rate will only apply to taxable income in excess of \$10 million.

Additionally, the former \$10 minimum tax will increase to between \$150 and \$100,000 depending on the amount of the taxpayer's sales within Oregon.

Changes were also made to individual income tax rates as well as the minimum tax on flow-through entities. [View additional information related to these changes](#)

For more information, contact Joyce Waterbury at 919.301.6715.

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