

Renter relief option:

Insert the following language as a new subsection (3) at the end of LC 4.524 (Credits - Personal Income Tax):

(3) Renters. The amount of \$30.00 may be allowed as a credit against the tax imposed by LC 4.521(1) for each personal residence that is subject to *ad valorem* property taxation by Lane County to the extent provided in this subsection and in the Rules.

(a) The credit may be taken only by a resident who is a tenant in that personal residence and who has no ownership interest in the residence.

(b) Only one credit shall be allowed for each personal residence for each tax year.

(c) No credit shall be available for personal residences that are exempt from *ad valorem* property taxation or for which *ad valorem* property taxes are wholly deferred, and only a partial credit shall be available for personal residences that benefit from a partial property tax exemption or other reduction in assessed value.

(d) The Rules may provide that a partial credit may be taken when the resident has rented the personal residence for less than a full calendar year or when a personal residence benefits from a partial property tax exemption or other reduction in assessed value. The Rules also may allow multiple tenants at the same personal residence to share a single credit.

(e) The credit authorized by this subsection (3) shall not be carried forward or carried back to any other tax year.

(f) To take the credit authorized by this subsection (3), a taxfiler must be able to document to the satisfaction of the Tax Administrator that the taxfiler qualifies for this credit.

Graduated income tax option:

Eliminate Low Income Exemptions

Delete LC 4.523 (low income exemption for personal income tax) and LC 4.533 (low income exemption for nonresident income tax).

Personal income tax: LC 4.521(1) is revised to read:

(1) Except as otherwise provided in this chapter, a tax is imposed for each taxable year on the County taxable income of each resident, effective with tax years beginning on or after January 1, 2007. The amount of the tax shall be determined in accordance with the following table:

If the County taxable income is:	The tax is:
\$20,000 or less	One half percent of the County taxable income
More than \$20,000	\$100.00 plus one percent of the excess over \$20,000

Nonresident income tax: LC 4.531(1) is revised to read:

(1) Except as otherwise provided in this chapter, a tax is imposed for each taxable year on the nonresident taxable income of each nonresident, effective with tax years beginning on or after January 1, 2007. The amount of the tax shall be determined in accordance with the following table:

If nonresident taxable income is:	The tax is:
\$20,000 or less	One half percent of the nonresident taxable income
More than \$20,000	\$100.00 plus one percent of the excess over \$20,000

Business income tax: LC 4.541(1) is revised to read:

(1) Except as otherwise provided in this chapter, a tax is imposed for each taxable year on the taxable business income of each person doing business within the County, effective with tax years beginning on or after January 1, 2007. The amount of the tax shall be determined in accordance with the following table:

If taxable business income is:	The tax is:
\$20,000 or less	One half percent of the taxable business income
More than \$20,000	\$100.00 plus one percent of the excess over \$20,000

- 1) Change figure in LC 4.522(1) and 4.532(1) from \$2,500 to \$7,500.
- 2) Change figure in LC 4.523(2) and 4.533(2) from \$5,000 to \$15,000.