

WHAT DOES THE INITIATIVE DO?

For companies with Oregon sales above \$25 million, the new corporate minimum tax would be the existing schedule *plus* a new 3% tax on those sales above \$25 million. Effectively, it is a gross receipts tax. All money raised by the scheme is allocated to people living in Oregon for at least 200 days, including children.

HOW MUCH IS IT GOING TO COST MY BUSINESS?

The impact on each business varies by that business's circumstance and gross sales figure in Oregon. Below is a chart outlining the impact for certain annual Oregon sales levels for illustrative purposes:

Annual Oregon Sales	Current Minimum Tax	Minimum Tax Under IP17	Difference	IP17 Calculation
\$20 million	\$15,000	No impact	None	n/a
\$24.5 million	\$15,000	No impact	None	n/a
\$25.5 million	\$30,000	\$45,000	\$15,000	\$30,000 + \$15,000 (3% x \$500,000)
\$35 million	\$30,000	\$330,000	\$300,000	\$30,000 + \$300,000 (3% x \$10 million)
\$50 million	\$50,000	\$800,000	\$750,000	\$50,000 + \$750,000 (3% x \$25 million)
\$75 million	\$75,000	\$1,575,000	\$1,500,000	\$75,000 + \$1.5M (3% x \$50M)
\$100 million	\$100,000	\$2,350,000	\$2,250,000	\$100,000 + \$2.25M (3% x \$75M)
\$150 million	\$100,000	\$3,850,000	\$3,750,000	\$100,000 + \$3.75M (3% x \$125M)

WHO IS BEHIND THIS MEASURE?

Funding for the measure has largely been provided by a small group of California-based donors, including known advocates for “universal basic income” policies. The top three funders include Jones Holdings LLC, the Gerald Huff Fund for Humanity (GHFH), and Giselle Huff, founder and president of the GHFH. There are no significant contributions from Oregon-based donors. There is only one chief petitioner, a resident of Portland also known for supporting “universal basic income” policies.

HOW LIKELY IS THE MEASURE TO QUALIFY?

Petitioners submitted 105,967 signatures through the end of May. They must submit at least 117,173 valid signatures by July 5 to qualify for this November's ballot. In recent weeks, petitioners have continued to accelerate their efforts through additional fundraising and by hiring additional signature gatherers. It is highly likely petitioners will turn in *at least* the same number of signatures for June (submission due June 28) as they did for May – about 24,000 – putting them above the threshold for qualification. However, given the error rate involved in petition campaigns, it is likely that petition gatherers will be looking to submit an even larger number. The Secretary of State has up to 30 days to validate signatures following the petitioner's final submission July 5.

HOW CAN I GET INVOLVED?

Oregon Business & Industry is working with experienced political consultants, attorneys, and tax experts to fully assess the measure and prepare for the eventuality of a robust general election campaign.

Contributions can be made to the Oregon Business & Industry Issues PAC. Please contact Belen Martinez (belenmartinez@oregonbusinessindustry.com) to request an invoice.