



**Emailed 2.8.2026 to committee members the day before the work session in Senate Finance**

To: Senator Broadman, Chair, and Members of the Senate Committee on Finance and Revenue  
Re: SB 1507 -7 Disconnect packages to H.R.1 -Support

We are writing to voice the strong support for the federal disconnect contained in SB1507 -7.

With significant cuts to federal funding Oregon will receive, as a result of federal HR1, SB 1507-7 protects Oregon from additional shortfalls to revenue caused by the rolling connection to the federal income tax law. SB 1507 -7 also increases the Earned Income Tax Credit, which will provide support to Oregon's families who need it most.

We strongly suggest the removal of the Oregon Job Creation Tax Credit (JCTC) as presented by SB 1507-7. The creation of a \$1,000 tax credit for each net new job created in a tax year, capped at 10 credits, fails to approach the cost research approximates is necessary for these programs to incentivize the creation of a new job, \$9,900<sup>1</sup> - \$18,000<sup>2</sup>.

Unfortunately, without changes, the jobs tax credit risks becoming a windfall for already planned hiring. These funds could provide better return on investment to taxpayers and businesses through more targeted programs.

If the Oregon JCTC should remain in the bill, we would encourage the program be amended to take inspiration and learnings from the California Competes Tax Credit (CCTC). This kind of program would require a competitive phase where the cost-benefit to the state is measured, and a discretionary phase where either staff or a public board reviews applications and ensures eligibility.

We strongly support the disconnect from the federal tax changes, but do not support the Job Creation Tax Credit in its current form.