

ORDINANCE NO. 41

AN ORDINANCE OF THE LANE TRANSIT DISTRICT AMENDING ORDINANCE NO. 38 TO REVISE THE DEFINITION OF "NET EARNINGS FROM SELF-EMPLOYMENT"

The Board of Directors of Lane Transit District of Oregon, pursuant to ORS 267.380 and 267.385, does hereby ordain and decree the following ordinance:

Section 1 – Amendment of Ordinance 38

Revision of Definition of "Net Earnings from Self-Employment". Section 1.05C of Ordinance 38 is amended to read in its entirety as follows:

"Net Earnings from Self-Employment" has the same meaning as the term "net earnings from self-employment" in Section 1402 of the Internal Revenue Code of 1986 (the "IRC"), as that section was in effect and operative on December 31, 1988. In applying IRC Section 1402 for purposes of this Ordinance, the words "gross income," "deductions," and "distributive share," and any other words used in IRC Section 1402 to define "net earnings from self-employment," shall have the same meaning that those words had for purposes of IRC Section 1402 under federal income tax laws in effect and operative on October 8, 2010, provided, however, that the phrase "deductions allowed by the subtitle which are attributable to such trade or business" shall not include the deduction contained in IRC Section 199 (related to domestic production activities). The purpose of these definitions is to incorporate any relevant changes in the Internal Revenue Code of 1986 made and in effect on or before October 8, 2010, except for changes in IRC Section 1402 made after December 31, 1988. For purposes of this Section, the term "net earnings from self-employment" is not limited in any way by IRC Section 1402(b).

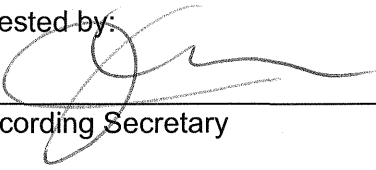
Notwithstanding the foregoing, "net earnings from self-employment" does not include income which would be wages under Section 3121 of the Internal Revenue Code, as amended and in effect on December 31, 1990, but for the provisions of Section 3121(b)(8)(A) of the Internal Revenue Code.

Section 2 – Effective Date

This ordinance shall apply to individuals' taxable years starting on or after January 1, 2011. This ordinance shall be effective 30 days after adoption.

Adopted: February 16, 2011

Attested by:

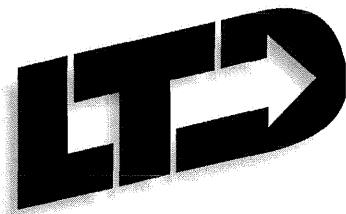

Recording Secretary


Board President

FILED

FEB 17 2011

COUNTY CLERK
BY 



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CERTIFICATION

The undersigned duly qualified and acting Administrative Services Manager/Clerk of the Board of the Lane Transit District certifies that the foregoing is a true and correct copy of Ordinance No. 41, an ordinance of Lane Transit District, amending Ordinance No. 38 to revise the definition of "Net Earnings from Self-Employment."

LTD Ordinance No. 41, as adopted at a legally convened meeting of the Board of Directors held on February 16, 2011.



Signature of Recording Officer

Administrative Services Manager/
Clerk of the Board

Title of Recording Officer

February 16, 2011

Date