

# REVENUE IMPACT OF PROPOSED LEGISLATION

74th Oregon Legislative Assembly

2007 Regular Session

Legislative Revenue Office

<b>Bill Number:</b>	HB 3364-A
<b>Revenue Area:</b>	Income
<b>Economist:</b>	Chris Allanach
<b>Date:</b>	6-7-2007

## Measure Description:

Expands the reforestation credit against personal income and corporate excise and income taxes to include in the base costs certain fees established by the State Forester. The eligible fees are those imposed by the State Forester to cover the necessary expenses incurred during the inspection and certification activities related to the reforestation program. Applies to tax years beginning on or after January 1, 2008. Sunsets the credit on December 31, 2022. Repeals the credit on January 2, 2028.

## Revenue Loss:

	2007-08	2008-09	2007-09 Biennium	2009-11 Biennium
State General Fund	< \$50,000	< \$50,000	< \$50,000	< \$50,000

## Impact Explanation:

Between 2002 and 2006, there was an annual average of 37 applicants to the reforestation program. The fee is \$300, so the total increase in credits would be roughly \$5,500 per year. Half of the credit is claimed in the year the trees are planted. The other half, plus 50% of any additional maintenance costs, are claimed after the trees have survived two or more growing seasons.

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