

**75TH OREGON LEGISLATIVE ASSEMBLY
STAFF MEASURE SUMMARY
HOUSE REVENUE COMMITTEE**

**MEASURE: HB 2073 A
CARRIER:**

REVENUE: - Revenue Impact Statement Issued

FISCAL: - Fiscal Impact Statement Issued

Action: Do Pass as Amended and be Printed A-Engrossed and Refer to Joint Committee on Ways & Means

Vote: 6-4-0

Yeas: Bailey, Gelser, Kahl, Read, Riley, Barnhart

Nays: Bentz, Berger, Bruun, Sprenger

Exc.: 0

Prepared By: Paul Warner, Legislative Revenue Officer

Meeting Dates: February 10, June 12, 2009

WHAT THE BILL DOES: Directs revenue collected from corporate income and excise tax rates above 6.6% to the Oregon Rainy Day Fund. Directs Department of Revenue to estimate collections resulting from corporate rates above 6.6% prior to the end of each biennium and then deposit estimated amount into Rainy Day Fund on or before June 30 of each odd numbered year. First applies to the 2013-15 biennium.

ISSUES DISCUSSED:

- Links to HB 3405
- Alternative ways to fund the Oregon Rainy Day Fund
- Mechanics and timing of estimating revenue and making deposits

EFFECT OF COMMITTEE AMENDMENTS: Replaces the bill.

BACKGROUND: In 2007, the Legislature established the Oregon Rainy Day Fund. The Rainy Day Fund received a one-time injection of corporate income tax revenue in September of 2007 based on a suspension of the corporate surplus kicker credit. Other revenue sources for the fund under current law are the General Fund ending balance up to 1 % of prior biennium appropriations and interest earnings on the fund's balances. HB 2073A would add a potential revenue source for the Rainy Day Fund for periods after 2013 in which corporate income and excise tax rates exceed 6.6%

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