

Joint Committee on Ways and Means

Carrier – House: Rep. Read
Carrier – Senate: Sen. Burdick

Revenue: Revenue statement issued

Fiscal: Fiscal statement issued

Action: Do Pass the A-Engrossed Measure

Vote: 18 – 1 – 3

House

Yeas: Buckley, D. Edwards, Garrard, Gilman, Jenson, Kotek, Nathanson, Richardson, Shields

Nays: G. Smith

Exc: Galizio, Komp

Senate

Yeas: Bates, Carter, Girod, Johnson, Monroe, Verger, Walker, Whitsett, Winters

Nays:

Exc: Nelson

Prepared By: Laurie Byerly, Legislative Fiscal Office

Meeting Date: June 12, 2009

WHAT THE MEASURE 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 Oregon 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
- Need for new source to replenish/maintain Oregon Rainy Day Fund
- Hope that actual 2013-15 amount is higher than revenue statement estimate

EFFECT OF COMMITTEE AMENDMENT: No amendment.

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%