

2009 Regular Legislative Session
FISCAL ANALYSIS OF PROPOSED LEGISLATION
Prepared by the Oregon Legislative Fiscal Office

MEASURE NUMBER: HB 2180

STATUS: C-Engrossed

SUBJECT: Business Energy Tax Credit Program

GOVERNMENT UNIT AFFECTED: Department of Energy, Public Utility Commission, Economic and Community Development Department

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REVIEWED BY: Michelle Deister, Steve Bender

DATE: June 17, 2009

| EXPENDITURES: | <u>2009-2011</u> | <u>2011-2013</u> |
|--------------------------------|-------------------------|-------------------------|
| Department of Energy | | |
| Special Payments – Other Funds | \$100,000 | |

EFFECTIVE DATE: January 1, 2010.

LOCAL GOVERNMENT MANDATE: This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

ANALYSIS: This measure requires the Department of Energy, in consultation with the Public Utility Commission and the Economic and Community Development Department, to prepare an analysis of the dependence of wind energy facilities and conservation projects on state tax incentives for initial investment and continued operation. The Department of Energy is required to report the results of the analysis to the Legislative Assembly prior to February 1, 2011.

Based on similar financial analysis previously commissioned, the Department of Energy estimates the contract cost for conducting a financial analysis required by this measure to be \$100,000 Other Funds.

Assuming a supporting consultant role in the preparation of the financial analysis, passage of this bill will have minimal fiscal impact on the Public Utility Commission and the Economic and Community Development Department.