

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

MEASURE NUMBER: HB 2741 **STATUS:** A-Engrossed
SUBJECT: Redirecting inheritance taxes into the Next Generation Fund
GOVERNMENT UNIT AFFECTED: Department of Education, Oregon Student Assistance Commission, Department of Revenue
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REVIEWED BY: Monica Brown, Laurie Byerly
DATE: June 5, 2009

	<u>2009-2011</u>	<u>2011-2013</u>
EXPENDITURES: See comments		

REVENUES:
See Legislative Revenue Impact Statement

EFFECTIVE DATE: 91st day following the adjournment sine die

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: House Bill 2741 establishes the Next Generation Fund to consist of funds credited from the net revenue of taxes imposed by ORS 118.005 to 118.840 (inheritance tax revenues) received by the Department of Revenue (DOR) after January 1, 2011. The bill provides fifty percent of the moneys in the fund shall be continuously appropriated to the Oregon Student Assistance Commission (OSAC) for the purpose of funding grants through the Oregon Opportunity Grant program and fifty percent of the moneys in the fund shall be continuously appropriated to the Department of Education (ODE) for the purpose of funding early childhood programs.

This fiscal impact statement is for the purpose of transmitting the measure from the House Committee on Revenue to the Joint Committee on Ways and Means. The measure provides for the continuous appropriation of funds to OSAC and ODE.

A more complete fiscal analysis on the bill will be prepared as the measure is considered in the Joint Committee on Ways and Means.