

**REVENUE IMPACT OF  
PROPOSED LEGISLATION**  
75th Oregon Legislative Assembly  
2009 Regular Session  
Legislative Revenue Office

<b>Bill Number:</b>	<b>HB 2157-A</b>
<b>Revenue Area:</b>	Income Taxes - Corp PIT
<b>Economist:</b>	Chris Allanach
<b>Date:</b>	<b>2-2-09</b>

**Measure Description:**

Updates Oregon's date of connection to certain federal laws from December 31, 2007 to December 31, 2008. Ends the continuing connection to the federal definition of taxable income and connects to the definition as of December 31, 2008. Includes income tax provisions pertaining to the definition of charitable organizations, federal Adjusted Gross Income (for the purposes of Oregon's Elderly Rental Assistance and Senior Deferral programs), rules for S-corporation representation before magistrate, the Department of Revenue, and the Oregon Tax Court.

**Revenue Impact (\$Millions):**

	Fiscal Year		Biennium		
	2009-10	2010-11	2009-11	2011-2013	2013-2015
<b>State General Fund</b>	Minimal*		Minimal*		

\*revenue loss of less than \$50,000

**Impact Explanation:**

A few provisions not related to the definition of taxable income could have a slightly negative revenue impact. For example, one federal provision enacted in 2008 permanently includes military combat pay in the definition of earned income for the purposes of calculating the earned income credit. This change could increase the federal credit and, consequently, the Oregon credit. As for federal provisions affecting taxable income, because no such federal laws have been enacted since December 31, 2008, connected to the definition of federal taxable income as of that date has no revenue impact.

**Creates, Extends, or Expands Tax Expenditure:**      Yes  No