

76TH OREGON LEGISLATIVE ASSEMBLY 2011 Regular Session  
PRELIMINARY STAFF MEASURE SUMMARY  
HOUSE REVENUE COMMITTEE

MEASURE: HB 2567  
CARRIER:

REVENUE:  
FISCAL:

MEASURE: HB 2567  
EXHIBIT: K  
HOUSE REVENUE COMMITTEE  
DATE: 3/17/2011 PAGES: 1  
SUBMITTED BY: CHRIS  
ALLANACH

Action:

Vote:

Yeas:

Nays:

Exc.:

Prepared By: Chris Allanach, Economist

Meeting Dates: 3/17

**WHAT THE BILL DOES:** Disallows personal income and corporate taxpayers from claiming any tax credits between tax years 2011 and 2013, unless certain economic conditions are met. Requires, on a date later than January 1, 2013, that a majority of both houses of the Legislative Assembly finds that at least one of the following economic conditions exists: (1) the last revenue forecast for the 2013-15 biennium indicates revenue for that biennium will be at least five percent greater than General Fund appropriations for the 2011-13 biennium; (2) there has been an increase in nonfarm payroll employment for at least two consecutive quarters beginning after June 30, 2012; or (3) a revenue forecast projects that General Fund revenue for the 2011-13 biennium will be at least two percent above projected revenues as reported in the May 2011 forecast. Prohibits taxpayers from claiming the suspended tax credits before January 1, 2014.

**ISSUES DISCUSSED:**

**EFFECT OF COMMITTEE AMENDMENTS:**

**BACKGROUND:** As reported in the 2011-13 Tax Expenditure Report, roughly \$1.7 billion in Oregon tax credits are projected to be used in the 2011-13 biennium by both individual and corporate taxpayers. Of this total, the personal exemption credit represents the largest amount at roughly \$1.1 billion, or 65%. The second largest impact is expected from the Business Energy Tax Credit at roughly \$0.3 billion, or 18%.

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