

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
Seventy-Sixth Oregon Legislative
Assembly
2011 Regular Session
Legislative Revenue Office

Bill Number: HB 2550
Revenue Area: State Finance
Economist: Chris Allanach
Date: 2/22/2011

Measure Description:

Authorizes the Director of the Department of Revenue to enter into federal and state intergovernmental agreements governing reciprocal offsets of certain payments against debts. Defines terms. Requires that the fee charged by the federal government or another state for processing the reciprocal offset request be added to the amount owed to the state by the individual. Requires that a taxpayer receive 30 days' advance written notice of the offset and can present evidence about the application of the payment to the debt. Allows taxpayer owed a payment or treated as a debtor to pursue judicial review. Requires that if more than one debt is owed, payments will be credited against debts in the order in which they were accrued.

Revenue Impact (in \$Millions):

This bill could have a positive revenue impact depending on the extent to which the Department of Revenue is able to collect on liabilities owed the state that it would not otherwise have been able to collect. Namely, the department could collect on debt owed to the state of Oregon by individuals who are due a refund from another state. Further analysis will be conducted then the bill is in the House Committee on Revenue.

Impact Explanation:

Creates, Extends, or Expands Tax Expenditure: Yes No