

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

<b>Bill Number:</b>	<b>HB 3173</b>
<b>Revenue Area:</b>	<b>Income Taxes</b>
<b>Economist:</b>	<b>Chris Allanach</b>
<b>Date:</b>	<b>3/14/2011</b>

**Measure Description:**

Adjusts the sunset date for the long-term tax credit for rural enterprise zones.

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

	Fiscal Year		Biennium		
	2011-12	2012-13	2011-13	2013-2015	2015-2017
<b>General Fund</b>	<b>\$0</b>	<b>-\$0.1</b>	<b>-\$0.1</b>	<b>-\$0.4</b>	<b>-\$0.7</b>

**Impact Explanation:**

The preliminary revenue impact assumes the sunset date is extended beyond the 2015-2017 biennium and is based on assumptions regarding its historical use. As noted in the Tax Expenditure Report, use of the credit is not reported when only a few taxpayers may be affected. The credit is 62.5 percent of the taxpayer's gross payroll costs at the facility and may be received over a period of five to 15 years. Further analysis will be done when the bill is in the Joint Committee on Tax Credits.

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

The policy purpose of this measure is  
*(to be completed by the Committee on Transportation and Economic Development)*