

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

**Bill Number: HB 5040 - A
Revenue Area: Tax Administration
Economist: Paul Warner
Date: 6-17-11**

Measure Description:

Appropriates moneys from General Fund to Department of Revenue for biennial expenses. Funding for package 199 is included in the appropriation bill. This package provides for additional resources to the Department of Revenue for audits, filing enforcement, collections and taxpayer assistance. These additional resources are expected to generate additional income tax revenue.

Revenue Impact (in \$Millions):

	2011-13	2013-15*
Personal Income Tax Collections	\$5.5	\$5.6
Corporate Income Tax Collections	\$9.2	\$9.4
Total General Fund Impact	\$14.7	\$15.0

*Assuming that funding for the package remains constant.

Impact Explanation: Impact estimates are based on results of previous collection enhancement efforts. The Joint Committee on Ways and Means issued a budget note that directs the Department of Revenue to work with the Office of Economic Analysis and the Legislative Revenue Office to develop methodology to determine the proportion of income tax receipts that can be attributable to the Department of Revenue's enforcement efforts. This will allow the Legislature to better track and evaluate the return on investment from putting additional resources into income tax enforcement.

Creates, Extends, or Expands Tax Expenditure: Yes No