

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

Bill Number: SB 219 - A  
Revenue Area: Income Taxes  
Economist: Chris Allanach  
Date: 4/22/2011

**Measure Description:**

Establishes the Oregon Business Retention and Expansion Program. Defines terms. Directs the program to be administered by the Oregon Business Development Department and grants rule-making authority. States that the purpose of the program is to provide forgivable loans to certified employers to allow for expanded operations and increased hiring. Establishes the Oregon Business Retention and Expansion Program Fund; directs certain personal income tax revenues to the fund. Applies to personal income tax revenue of employees of eligible employers within the program. Appropriates an amount that is currently blank from the Oregon State Lottery Fund. Applies to tax years beginning on or after January 1, 2012 and before January 2, 2022.

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

This bill could have a revenue loss to the General Fund depending on the extent to which employers participated in the program. Key factors would be the number of employees affected, their wages, and their total tax liabilities. Further analysis will be conducted when the bill is in the Joint Committee on Ways and Means.

**Impact Explanation:**

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

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