

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

Bill Number: SB 316  
Revenue Area: Income Taxes  
Economist: Chris Allanach  
Date: 3/21/2011

**Measure Description:** Adjusts the sunset date for the long-term tax credit for rural enterprise zones to a date that is currently blank.

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

|              | Fiscal Year |         | Biennium |           |           |
|--------------|-------------|---------|----------|-----------|-----------|
|              | 2011-12     | 2012-13 | 2011-13  | 2013-2015 | 2015-2017 |
| General Fund | \$0         | -\$0.1  | -\$0.1   | -\$0.4    | -\$0.7    |

**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 Senate Committee on Business, Transportation and Economic Development)*