

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

Bill Number: SB 817  
Revenue Area: Income Taxes  
Economist: Chris Allanach  
Date: 3/21/2011

**Measure Description:**

Creates a tax credit against income and corporate excise taxes equal to 39 percent of the cost of a qualified equity investment. States that the credit is taken over seven years – no credit for the first two years, a seven percent credit in year three, and an eight percent credit in each of the subsequent four tax years. States that the credit is nonrefundable but may be carried forward to any tax year. Limits the total amount of tax credits that may be claimed in any tax year to \$16 million. Applies to qualified investments made between July 1, 2012 and June 30, 2016.

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

There would be a revenue loss depending on the extent to which this tax credit is used. Given the applicability date and structure of the credit, the revenue loss would likely first affect tax collections during the 2013-15 biennium. Further analysis will be done when the bill is in the Joint Committee on Tax Credits.

**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)*