

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

**Bill Number: SB 939 - A
Revenue Area: State Finance
Economist: Paul Warner
Date: 6-29-11**

Measure Description:

Implements statutory changes necessary to support legislatively adopted budget for 2011-13 biennium. Key revenue provisions include redirecting estimated gross revenue generated by additional Department of Revenue corporate income tax auditors associated with the BOOST program and the transfer of revenue expected to be generated by an extension of a per bottle surcharge from the OLCC to the General Fund. The measure also transfers to the General Fund the remaining funds generated by the 2009 Tax Amnesty Program, Secretary of State business registry fees, as well as transfers from Other Fund accounts managed by the Oregon Health Authority, the Department of Administrative Services and the Department of Justice. In order to ensure funding for the Senior Property Tax Deferral program through the 2011-13 biennium, SB 939 provides for the transfer of \$19 million in unexpended Common School Fund moneys to the Senior Property Tax Deferral Revolving Account. This transfer is to be repaid as soon as practicable after June 15, 2013.

Revenue Impact (in \$Millions):

Action	Revenue Impact in 2011-13 Biennium
General Fund	
Revenue generated by additional corporate auditors	\$18.0
Transfer from Tax Amnesty Fund	\$2.6
Transfer of revenue from OLCC per bottle surcharge	\$29.0
Transfer of Sec. of State business registry fees	\$4.7
Transfer from other agency accounts	\$22.1
Total General Fund Revenue	\$76.4
Lottery Fund	
Transfer from School Facilities Task Force	\$1.36

Impact Explanation:

Implementation of SB 939 results in an expected net revenue gain of \$76.4 million to the General Fund for the 2011-13 biennium. The expected corporate income tax revenue generated by additional auditors is based on historical productivity. A budget note attached to the Department of Revenue budget bill (HB 5040) directed the department to establish a monitoring system to track the yield on collection investments such as additional auditors. The expected revenue from continuation of the per bottle surcharge is based on OLCC estimates.

Creates, Extends, or Expands Tax Expenditure: Yes No