

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

**Bill Number: SJR 26 - A  
Revenue Area: State Finance  
Economist: Paul Warner  
Date: 5-6-11**

**Measure Description:**

Amends Oregon constitution. Establishes Emergency Reserve Fund in constitution. Retains calculation of surplus kicker corporate income tax revenue. Directs entire amount of surplus kicker corporate revenue into reserve fund if actual biennial corporate revenue exceeds estimate at close of session by 2% or more. Retains calculation of surplus kicker non-corporate General Fund revenue. When actual non-corporate General Fund revenue exceeds the close of session estimate by 2% or more, directs 50% of revenue above estimate into reserve fund, other 50% above forecast is returned to personal income taxpayers. Entire amount of surplus kicker non-corporate revenue goes back to taxpayers if Emergency Reserve Fund is at cap. Measure goes before voters in November 2012.

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

No revenue impact in 2011-13 biennium.

Revenue impact for biennia beyond 2011-13 depends on accuracy of close of session General Fund revenue forecasts.

**Impact Explanation:**

Based on historical averages from 1981-83 through 2009-11, about 2.4% of General Fund revenue per biennium on average will be retained in the Emergency Reserve Fund under the provisions of SJR 26. Deposits to the reserve fund from this source will vary considerably with no deposits taking place in those biennia in which revenue comes in below forecast.

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