

**FISCAL IMPACT OF PROPOSED LEGISLATION**

**Measure: HB 2002 - 1**

Seventy-Seventh Oregon Legislative Assembly – 2013 Regular Session  
Legislative Fiscal Office

*Only Impacts on Original or Engrossed  
Versions are Considered Official*

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Date: 4/30/13

**Measure Description:**

Directs Legislative Revenue Officer to submit report for each measure that extends sunset of tax credit or creates new tax credit.

**Government Unit(s) Affected:**

Legislative Revenue Office (LRO)

**Summary of Expenditure Impact**

	<b>2013-15 Biennium</b>	<b>2015-17 Biennium</b>
General Fund	\$235,000	\$210,000
Lottery Funds		
Other Funds		
Federal Funds		
<b>Total Funds</b>	<b>\$235,000</b>	<b>\$210,000</b>
Positions	1	1
FTE	1.00	1.00

**Local Government Mandate:**

This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

**Analysis:**

The measure requires the Legislative Revenue Officer (LRO), in consultation with the Department of Revenue, the Legislative Fiscal Officer, and any affected agency, to prepare and submit a report each biennium detailing each income or excise tax credit that is scheduled to expire in the next year. The bill requires the report to cover an enumerated list of public policy, public benefit, optional outcome, background, effectiveness, efficiency, and comparative analyses for each of the tax credits.

The LRO anticipates that the research, review, and analytical capacity required to fulfill the requirements of the measure would necessitate the establishment of a new lead economist position at a biennial cost of about \$210,000 General Fund plus an additional \$25,000 General Fund in the 2013-15 biennium for initial services and supplies costs. In conjunction with the explicit reporting requirements of the bill, the position would serve as staff to the Joint Committee on Tax Credits and as a resource for policy committees dealing with tax credits, sunsets, and extensions during legislative sessions.