

**77TH OREGON LEGISLATIVE ASSEMBLY  
2013 REGULAR SESSION  
STAFF MEASURE SUMMARY  
HOUSE REVENUE COMMITTEE**

**MEASURE: HB 2325  
CARRIER:**

**REVENUE:** No Revenue Impact

**FISCAL:**

---

**Action:**

**Vote:**

**Yeas:**

**Nays:**

**Exc.:**

**Prepared By:** Warner, Economist

**Meeting Dates:** February 21, 2013

---

**WHAT THE BILL DOES:** Directs Legislature to appropriate amount equal to any future 2% corporate surplus corporate kicker calculation to State School Fund. Specifies that amount appropriated is in addition to amount Legislature would have appropriated to State School Fund in the absence of corporate kicker. Makes technical changes to corporate kicker statute to conform to Measure 85 approved by voters in November 2012.

**ISSUES DISCUSSED:**

- 
- 

**EFFECT OF COMMITTEE AMENDMENTS:**

**BACKGROUND:** The 2% corporate kicker was initially approved by the 1979 Legislature. In 2000 voters responding to a legislative referral put the main elements of both the personal and the corporate kicker in the state constitution. Measure 85 modifies the corporate kicker starting with calculations based on the 2013-15 biennium. The 2% surplus revenue calculation based on the difference between actual corporate income tax revenue and the estimate prepared at the end of the regular legislative session will continue under the measure. However, the revenue that results from the calculation will be "retained in the General Fund and used to provide additional funding for public education, kindergarten through twelfth grade". Under previous law this excess corporate revenue was returned to corporations through an income tax credit.

---

**State Capitol Building  
900 Court St NE, Room 143  
Salem, OR 97301-1347**

**Phone: 503-986-1266  
Fax: 503-986-1770  
<http://www.leg.state.or.us>**