

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
Seventy-Seventh Oregon Legislative
Assembly
2013 Regular Session
Legislative Revenue Office

Bill Number: HB 2284
Revenue Area: Income Tax
Economist: Paul Warner
Date: 2-26-13

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

Measure Description:

Requires Oregon Business Development Department to establish and administer Oregon Industrial Site Readiness Program to make loans to qualified project sponsors for development of certified state and regionally significant industrial sites.

Revenue Impact (in \$Millions): A portion of interest earnings to the Oregon Industrial Site Readiness Program Fund will be lost when loan forgiveness is granted. A more complete revenue analysis will be developed in conjunction with the fiscal analysis in the Ways and Means Committee.

Impact Explanation: A potential revenue impact from this bill would take the form of reduced interest income when loan forgiveness is granted. Under the provisions of the bill this occurs 5 years after a project sponsor has entered an agreement that meets criteria established by the Oregon Business Development Department. Loan forgiveness is limited to the lesser of 50% of project costs or 50% of estimated incremental state personal income tax revenue resulting from employees working at the qualified site.

Creates, Extends, or Expands Tax Expenditure: Yes No

The policy purpose of this measure is **Further Analysis Required**