

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

Bill Number: HB 2980 - A
Revenue Area: Income Taxes
Economist: Chris Allanach
Date: 4/2/2013

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

Measure Description: Extends the sunset date for the farmworker housing construction credit from January 1, 2014 to January 1, 2021. Modifies terminology and, generally, changes references from “farmworker” to “agricultural worker”.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2013-14	2014-15	2013-15	2015-2017	2017-2019
General Fund	\$0	-\$0.2	-\$0.2	-\$0.6	-\$0.9

Impact Explanation: For tax years 2010 and 2011, an average of 70 personal income tax filers and roughly 10 corporate tax filers claimed total of just under \$900,000 in tax credits (personal income tax claimants account for roughly 35 percent). An average of \$400,000 was used to reduce tax liability each year. The construction tax credit is taken over five years and contains a five-year carryforward, meaning any unused tax credits may be used in subsequent tax years. Because of this structure, there is a timing lag in how the credit affects the revenue stream.

Further analysis will be done when the bill is in the Joint Committee on Tax Credits.

Further Analysis Required

Creates, Extends, or Expands Tax Expenditure: Yes No

The policy purpose of this measure is