

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: SB 849

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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Measure Description:

Excludes from definition of "employment" service performed for corporation by individual with substantial ownership interest in corporation who is sole corporate officer and director of corporation.

Government Unit(s) Affected:

Employment Department

Summary of Expenditure Impact:

See Analysis

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:

This bill would permit sole corporate officers who are also directors and have substantial ownership interest in a corporation to elect out of Unemployment Insurance (UI) coverage and the corresponding payroll taxes. There is no projected fiscal impact as a result of the passage of this legislation however a reduction in UI Trust Fund income will be experienced in future biennia. See Legislative Revenue Impact Statement for further details.