

**77th OREGON LEGISLATIVE ASSEMBLY – 2013 Session
BUDGET REPORT AND MEASURE SUMMARY**

JOINT COMMITTEE ON WAYS AND MEANS

MEASURE: HB 2464-B

Carrier – House: Rep. Holvey

Carrier – Senate: Sen. Steiner Hayward

Action: Do Pass the A-Engrossed Measure as Amended and as Printed B-Engrossed

Vote: 14 – 10 – 3

House

Yeas: Barker, Buckley, Frederick, Jenson, Komp, Nathanson, Read, Williamson

Nays: Freeman, Hanna, Huffman, Richardson, Smith

Exc: McLane, Tomei

Senate

Yeas: Bates, Devlin, Edwards, Monroe, Steiner Hayward, President Courtney

Nays: Girod, Hansell, Thomsen, Whitsett, Winters

Exc: Johnson

Prepared By: Jim Carbone, Department of Administrative Services

Reviewed By: Matt Stayner, Legislative Fiscal Office

Meeting Date: June 12, 2013

Agency

Department of Revenue

Biennium

2013-15

Budget Summary *

	2011-13 Legislatively Approved Budget ⁽¹⁾	2013-15 Current Service Level	2013-15 Committee Recommendation	Committee Change from 2011-13 Leg. Approved	
				\$\$ Change	% Change
General Fund	\$ 0	\$ 0	\$ 86,000	\$ 86,000	0%
Total	\$ 0	\$ 0	\$ 86,000	\$ 86,000	

Position Summary

Authorized Positions	0	0	0	0
Full-time Equivalent (FTE) positions	0.00	0.00	0.00	0.00

(1) Includes adjustments through December 2012.

* Excludes Capital Construction expenditures

Summary of General Government Subcommittee Action

House Bill 2464-B requires certain entities that make more than \$600 in annual payments for construction services to an individual to report payment information to the Department of Revenue (DOR). DOR is required to share the information with the Employment Department on a quarterly basis. The measure also creates penalties for non-compliance and extends these same penalties for non-compliance of filing requirements related to payments by fiduciaries, brokers, and realtors. In addition, the same penalties are extended for non-compliance of filing requirements related to payments by any entity for withholding tax reports, quarterly tax reports, and annual agricultural workers withholding tax reports.

The measure requires the Department of Revenue to create two new program codes to administer the penalties outlined in the bill. Reprogramming of the department's Integrated Tax Accounting and on-line filing systems would be required as well. The initial programming and testing of the system would be accomplished during the 2013-15 biennium via contracted services. Personal services costs related to the assessment and collection of penalties would be absorbed by the department during this time, but may require the establishment of a half-time position (0.51 FTE) beginning in the 2015-17 biennium.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

HB 2464-B

Oregon Department of Revenue
 Jim Carbone - 503-378-3619

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
2011-13 Legislatively Approved Budget at Dec 2012 *	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0	0.00
2013-15 ORBITS printed Current Service Level (CSL)*	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0	0.00
SUBCOMMITTEE ADJUSTMENTS (from CSL)									
SCR 003-Administrative Services									
House Bill 2464									
Services and Supplies	\$ 86,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	86,000	0 0.00
TOTAL ADJUSTMENTS	\$ 86,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	86,000	0 0.00
SUBCOMMITTEE RECOMMENDATION *	\$ 86,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	86,000	0 0.00
% Change from 2011-13 Leg Approved Budget	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	
% Change from 2013-15 Current Service Level	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	

*Excludes Capital Construction Expenditures