

**FISCAL IMPACT OF PROPOSED LEGISLATION**

**Measure: HB 3367 - A**

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:**

Makes changes to state personal income tax credit for earned income, extending the sunset of the tax credit to 2020 and increases the credit from 6% to 8%; Limits the eligibility and extends the sunset for political contribution tax credits; Extends the sunset for tax credits due to donations made to the Cultural Trust; Extends the sunset of tax credits for retirement income; Extends tax credit sunset for providers of rural medical care, changes certain qualification requirements; Extends tax credits for volunteer emergency medical service providers and increases the amount of the credit from \$250 to \$500; Extends sunset for tax credits for employee or dependent scholarship donations; Extends sunset for tax credit for farmworker housing projects; Replaces the term “farmworker” with “agricultural worker” in various statutes; Extends the tax credit for closure of a manufactured home park; Extends the tax exemption provisions for proceeds of the sale of a manufactured home park to tenants association or non-profit organization; Increases the tax credit for qualified research activities from \$1 million to \$2 million; Increases the tax credit for investment in alternative qualified research activities from \$1 million to \$2 million; Changes the distribution priority of the portion of the Oregon Production Investment Fund dedicated to local film and media production; Creates definitions related to media production companies; Increases the minimum expense threshold for reimbursement of expenses from the Oregon Production Investment Fund from \$750,000 to \$1 million; Limits total reimbursable amount to \$1 million; Increases the amount of tax credits available for auction from \$12 million to \$30 million per biennium for funding the Oregon Production Investment Fund; Allows for up taxpayer to use the entire amount of tax credit for alternative fuel transportation projects to be taken in the first year; Prohibits biomass tax credit for canola grown, collected, or produced in the Willamette Valley; Requires that tax credits purchased to fund the University Venture Development Fund be taken in three consecutive years and initial year be on or after 1/1/2016; Requires Legislative Revenue Officer to project cost of tax expenditures for three biennia and include a statement of public policy purpose with revenue impact statements for tax purposes; Creates a six-year limitation for tax expenditures; Sunsets tax credit for insurers providing workers compensation coverage as of 1/1/2014; Creates new \$50 million biennial tax credit program for capital investments in manufacturing; Requires Oregon Business Development Division to report to the Legislative Assembly regarding the manufacturing tax credit program every other February.

**Government Unit(s) Affected:**

Business Development Department (Business Oregon), Department of Consumer and Business Services (DCBS), Department of Energy, Department of Revenue(DOR), Employment Department, Housing and Community Services Department, Legislative Revenue Office (LRO), Oregon Film, Oregon Health Sciences University (OHSU), Oregon Student Assistance Commission (OSAC), Oregon University System (OUS)

**Analysis:**

The proposed legislation has been determined to have  
**MINIMAL EXPENDITURE IMPACT**  
on state or local government.

While this individual measure has a “Minimal” fiscal impact, an agency may incur a net fiscal impact greater than minimal depending on the cumulative impact of all measures enacted into law that affect the agency.