REVENUE IMPACT OF PROPOSED LEGISLATION

Seventy-Seventh Oregon Legislative Assembly 2013 Regular Session **Legislative Revenue Office**

Bill Number: HB 3317-B Revenue Area: 911 Tax **Economist:** Mazen Malik Date: 07/07/2013

Only Impacts on Original or Engrossed Versions are Considered Official

Measure Description:

Extends period of applicability of emergency communications tax.

Revenue Impact (in \$Millions):

	FY 14	FY 15	FY 16	FY 17	Biennium		
					13-15	15-17	15-18
Sunset extension Extend Revenue Collection allowance extension 0.5%	\$19.44 (\$0.10)	\$38.68 (\$0.19)	\$38.51 (\$0.19)	\$38.34 (\$0.19)	\$58.12 (\$0.39)	\$76.84 (\$0.29)	\$76.51 (\$0.38)
Net Revenue From Extension	\$19.34	\$38.49	\$38.31	\$38.14	\$57.83	\$76.46	\$76.13

Impact Explanation:

There is presently a 75 cent per month tax on every subscriber who has telecommunication services with access to the 9-1-1 emergency reporting system. This tax is collected by the service provider from the subscriber. The program collects about \$39 million a year, but is set to expire on January 1, 2014. This measure extends the tax until 2022. The last four fiscal years of collections are shown in the table.

	Revenue	Change
2008-09	40.26	2.1%
2009-10	39.64	-1.5%
2010-11	39.54	-0.3%
2011-12	39.27	-0.7%

By extending the sunset date the bill continues the 75 cents tax for 911 services.

Creates, Extends, or Expands Tax Expenditure: Yes \square No \boxtimes

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