

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

Bill Number: SB 323
Revenue Area: Income Taxes
Economist: Chris Allanach
Date: 2/11/2013

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

Measure Description: Extends the sunset date for two tax credits related to farmworker housing from January 1, 2014 to January 1, 2020. One credit is for owners and operators who construct farmworker housing. The second is for lenders who make loans to build farmworker housing.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2013-14	2014-15	2013-15	2015-2017	2017-2019
General Fund	\$0	-\$0.2	-\$0.2	-\$0.5	-\$0.9

Impact Explanation: The estimated revenue impact is based on historical tax return data and is mostly attributable to the construction credit. Up to \$3.6 million in tax credits may be awarded annually, with no more than 20 percent claimed on tax returns in any one year. The usage reflected on tax returns, however, is substantially less. Since 2005, the annual number of filers to claim the credit has ranged from roughly 50 to 70; most of these filers (about 80 percent) have been personal income tax filers. Over that same time period, total credits claimed averaged \$1.2 million while the total amount of credits used averaged \$900,000. The number of corporate taxpayers claiming the lender's credit varies from year to year, but in recent years the number of claimants has been few than five. According to the Tax Expenditure Report, the estimated revenue impact is less than \$100,000 per biennium.

Creates, Extends, or Expands Tax Expenditure: Yes No

The policy purpose of this measure is

Further Analysis Required