

77TH OREGON LEGISLATIVE ASSEMBLY
2014 REGULAR SESSION
STAFF MEASURE SUMMARY
HOUSE REVENUE COMMITTEE

MEASURE: HB 4005 A
CARRIER: Rep. Lively

REVENUE: Revenue Impact Statement Issued
FISCAL: Minimal Fiscal Impact

Action: Do Pass as Amended and be Printed Engrossed
Vote: 7-0-2
Yeas: Bailey, Bentz, Berger, Gelser, Read, Vega Pederson, Barnhart
Nays: 0
Exc.: Conger, Davis

Prepared By: Chris Allanach, Economist
Meeting Dates: 2/6; 2/14; 2/18

WHAT THE BILL DOES: Increases the cap on the total number of electronic commerce zones from 10 to 15. Takes effect on the 91st day following adjournment sine die.

ISSUES DISCUSSED:

- Reasons to increase the number of zone designations
- Potential impact on job creation

EFFECT OF COMMITTEE AMENDMENTS: Replaces the bill

BACKGROUND: The Electronic Commerce Zone designation allows qualified companies to claim an income tax credit if they operate within an enterprise zone and are engaged in e-commerce. The credit is 25 percent of investments made during the tax year, up to \$2 million. In 2002 four zones were designated. In 2005, the Legislature increased that number to ten.