

**REVENUE IMPACT OF
PROPOSED LEGISLATION
Seventy-Eighth Oregon Legislative
Assembly
2015 Regular Session
Legislative Revenue Office**

**Bill Number: SB 61 - 8
Revenue Area: Corporate Income Tax
Economist: Paul Warner
Date: 6-23-15**

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

Measure Description:

Modifies list of jurisdictions of incorporation for which income must be included on Oregon corporate excise tax return, if corporation is member of unitary group with Oregon corporation. Allows adjustment of reported income received in a listed jurisdiction that is not attributable to transactions or activity of U.S. affiliates.

Revenue Impact (in \$Millions):

| Source | 2015-17 | 2017-19 | 2019-21 |
|----------------------|---------|---------|---------|
| Corporate Income Tax | -\$0.7 | -\$1.3 | -\$1.3 |
| General Fund | -\$0.7 | -\$1.3 | -\$1.3 |

Impact Explanation: Estimate starts from 2013 estimate for jurisdictions listed in HB 2460. This estimate is based on actual Montana revenue collections adjusted for Oregon scale and apportionment formula. The estimate for the revenue associated with the additional jurisdictions listed in the -3 amendment is based on data from the Bureau of Economic Analysis on reported income of U.S. affiliates by country. The estimates are adjusted for the GDP of the respective countries in order to capture effects from added sales in Oregon's apportionment formula.

Creates, Extends, or Expands Tax Expenditure: Yes No