

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

Bill Number: SB 52
Revenue Area: Income Taxes
Economist: Chris Allanach
Date: 3/16/2015

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

Measure Description: Extends the tax credit for Oregon life and health Insurance Guaranty Association (IGA) assessments from January 1, 2016 to January 1, 2022.

Revenue Impact: Minimal (a revenue loss of less than \$50,000 per year)

Impact Explanation: The preliminary revenue impact is based on the use of the tax credit in recent years, which has been very little. As many as 300 corporations claimed the tax credit in tax years 2000 and 2001, but its use has significantly declined since then. Between tax years 2009 and 2012 only a handful of companies used it. However, given the nature of the tax credit, its use is ultimately driven by the number of insurers that become insolvent. The impact here assumes no significant change from recent history. Further analysis will be done when the bill is in the Joint Committee on Tax Credits.

Creates, Extends, or Expands Tax Expenditure: Yes No

The policy purpose of this measure is

Further Analysis Required