

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

Bill Number: SB 872 - A  
Revenue Area: Income Taxes  
Economist: Chris Allanach  
Date: 4/27/2015

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

**Measure Description:** Increases the annual maximum amount of film and video tax credits that may be sold from \$10 million to \$14 million. Applies to fiscal years beginning on or after July 1, 2015.

**Revenue Impact (in \$Millions):**

	Fiscal Year		Biennium		
	2015-16	2016-17	2015-17	2017-19	2019-21
General Fund	-\$3.6	-\$4.0	-\$7.6	-\$4.0	-\$0.4

**Impact Explanation:** The preliminary estimated impact here is based on two primary assumptions. The first is that all additional \$4 million in tax credits are sold each year. The second is that roughly 90 percent of the tax credits are used to reduce tax liability each year. The former is based on the performance of past tax credit auctions. The latter is based on an analysis of income tax returns from 2005 through 2011. Also, the estimates reflect the current law sunset date of January 1, 2018, which is unchanged by the bill. 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