

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

**Bill Number: HB 5035 - A  
Revenue Area: Personal Income Tax  
Economist: Paul Warner  
Date: 6-12-15**

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

**Measure Description:**

Appropriates moneys from General Fund to Department of Revenue for biennial expenses.

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

	2015-17	2017-19	2019-21
Personal Income Tax	+\$4.0	\$4.2	\$4.4
General Fund	+\$4.0	\$4.2	\$4.4

**Impact Explanation:**

The Department of Revenue budget includes a fraud analytics and detection package designed to improve on-line identity verification and provide the department with the ability to match withholding data reported on tax returns on a pre-refund basis. These steps are expected to increase the department's ability to reduce the amount of fraudulent refunds thereby increasing net revenue to the General Fund. The above estimate is based on the experience in two states (Wisconsin and Louisiana) that have put similar programs in place. The estimate assumes that the analytics and detection program will be built into the base budget for future biennia.

**Creates, Extends, or Expands Tax Expenditure: Yes  No**