

HB 2830 -2 Simulation

(effective 1-1-2019):

6/12/2017

1. Eliminate Corporation Income Tax
2. Create a Commercial Activities Tax (\$250 + 0.48%/.75%/.25%/.35%/.15% of sales > \$3 million)
3. Include 25% CAT credit for PTEs
4. Change PIT rates from 5/7/9/9.9 to 4.5/6.5/8.75/9/9.9
5. Repeal preferential tax rates for PTEs

2018 Levels				
	Baseline	New Equilibrium	Change From Baseline	Percent Change
Private Sector				
Nominal Personal Income (\$M)	\$197,714	\$197,734	+\$21	+0.01%
Nominal per capita Personal Income (\$M)	\$47,075	\$47,064	-\$11	-0.02%
Employment (Thousand)	2,590.7	2,593.5	+2.8	+0.11%
Population (M)	4.200	4.201	+0.001	+0.03%
Investment (\$M)	\$16,477.31	\$16,515.08	+\$38	+0.23%
Wage Index	100.0	99.80	-0.20	-0.20%
Return to Capital	100.0	100.06	+0.06	+0.06%
Price Levels	100.0	100.15	+0.15	+0.15%
Public Sector				
State Spending (\$M)	\$27,966	\$28,361	+\$395	+1.41%
GF Revenue (\$M)	\$8,759.52	\$9,156.06	+\$397	+4.53%
OF Revenue (\$M)	\$19,206.36	\$19,204.54	-\$2	-0.01%
Local Govt Revenue (\$M)	\$17,002.88	\$17,017.14	+\$14	+0.08%
Federal Tax Paid by Oregonians (\$M)	\$35,913.27	\$35,931.95	+\$19	+0.05%

Static Revenue Impact (\$ Millions)	+\$398
Dynamic Revenue Impact (\$ Millions)	+\$11
Net Revenue Impact (\$ Millions)	+\$409
General Fund Change (\$ Millions)	+\$397
Other Funds Change (\$ Millions)	-\$2
Local Revenue Change (\$ Millions)	+\$14

Total Real Disposable Household Income

	Baseline (\$M)	New Equilibrium (\$M)	Difference (\$M)	% Difference	Change in Number of Hholds	Mean Income Change per HH (\$)
Above \$205,869	\$35,666	\$35,497	-\$168.3	-0.5%	-180	-\$1,106
\$137,246 - \$205,869	\$31,411	\$31,322	-\$88.7	-0.3%	-168	-\$346
\$102,934 - \$137,246	\$24,463	\$24,407	-\$56.3	-0.2%	-93	-\$238
\$68,623 - \$102,934	\$29,974	\$29,916	-\$57.4	-0.2%	1	-\$184
\$48,036 - \$68,623	\$19,776	\$19,755	-\$20.6	-0.1%	224	-\$142
\$34,311 - \$48,036	\$13,383	\$13,382	-\$0.6	0.0%	386	-\$129
\$20,587 - \$34,311	\$11,714	\$11,717	+\$3.1	0.0%	443	-\$106
Less than \$20,587	\$9,867	\$9,846	-\$21.2	-0.2%	-11	-\$90
TOTAL	\$176,253	\$175,843	-\$410.0	-0.2%	600	

