

# HB 2830 -3 Simulation

(effective 1-1-2018):

6/14/2017

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 4/6.75/8.8/9/9.9
5. Repeal preferential tax rates for PTEs
6. Increase EIC to 10%

2018 Levels				
	Baseline	New Equilibrium	Change From Baseline	Percent Change
<b>Private Sector</b>				
Nominal Personal Income (\$M)	\$197,714	\$197,736	+\$22	+0.01%
Nominal per capita Personal Income (\$M)	\$47,075	\$47,062	-\$13	-0.03%
Employment (Thousand)	2,590.7	2,593.7	+3.0	+0.12%
Population (M)	4.200	4.202	+0.002	+0.04%
Investment (\$M)	\$16,477.31	\$16,515.91	+\$39	+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%
<b>Public Sector</b>				
State Spending (\$M)	\$27,966	\$28,347	+\$381	+1.36%
GF Revenue (\$M)	\$8,759.52	\$9,141.57	+\$382	+4.36%
OF Revenue (\$M)	\$19,206.36	\$19,204.97	-\$1	-0.01%
Local Govt Revenue (\$M)	\$17,002.88	\$17,017.63	+\$15	+0.09%
Federal Tax Paid by Oregonians (\$M)	\$35,913.27	\$35,932.42	+\$19	+0.05%

Static Revenue Impact (\$ Millions)	+\$383
Dynamic Revenue Impact (\$ Millions)	+\$12
Net Revenue Impact (\$ Millions)	+\$395
General Fund Change (\$ Millions)	+\$382
Other Funds Change (\$ Millions)	-\$1
Local Revenue Change (\$ Millions)	+\$15

## 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	-\$1,105
\$137,246 - \$205,869	\$31,411	\$31,322	-\$88.4	-0.3%	-166	-\$346
\$102,934 - \$137,246	\$24,463	\$24,407	-\$55.7	-0.2%	-90	-\$237
\$68,623 - \$102,934	\$29,974	\$29,917	-\$56.7	-0.2%	6	-\$183
\$48,036 - \$68,623	\$19,776	\$19,755	-\$20.9	-0.1%	222	-\$143
\$34,311 - \$48,036	\$13,383	\$13,384	+\$1.1	0.0%	401	-\$125
\$20,587 - \$34,311	\$11,714	\$11,723	+\$8.3	0.1%	476	-\$89
Less than \$20,587	\$9,867	\$9,853	-\$14.0	-0.1%	24	-\$65
<b>TOTAL</b>	<b>\$176,253</b>	<b>\$175,858</b>	<b>-\$394.7</b>	<b>-0.2%</b>	<b>693</b>	

