## REVENUE IMPACT OF PROPOSED LEGISLATION

79th Oregon Legislative Assembly 2017 Regular Session Legislative Revenue Office Bill Number: SB 89 - A
Revenue Area: Other Funds
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Date: 3-27-2017

Only Impacts on Original or Engrossed Versions are Considered Official

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## The revenue impact of this measure is indeterminate for the following reasons:

The measure would require certain agencies with accounts that are liquidated or delinquent to assign the accounts to the Department of Revenue for collection after a 90-day period instead of to a private collection agency. The measure would centralize the process for collection of these accounts. The revenue impact of this measure depends on the variation in the likelihood of successful collection between the Department of Revenue and private collection agencies. Data are not available on the relative efficacy of collections efforts and the population owing debts to various agencies can vary greatly. If the Department of Revenue's collection procedures are more effective than those of private collection agencies, revenue would increase. If the opposite is true, revenue would decrease. It is possible that centralization of collections will increase expertise in selecting a collection agency that is effective.