

FISCAL IMPACT OF PROPOSED LEGISLATION

80th Oregon Legislative Assembly – 2019 Regular Session
Legislative Fiscal Office

Measure: SB 189

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

Prepared by: Michael Graham
Reviewed by: John Borden, Theresa McHugh
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Measure Description:

Modifies definition of "tax expenditure" applicable to automatic tax expenditure sunset provisions by excluding provisions required by federal law.

Government Unit(s) Affected:

Department of Revenue (DOR), Legislative Revenue Office (LRO)

Analysis:

This fiscal impact statement is submitted to transmit the measure from the Senate Committee on Finance and Revenue to the Joint Committee on Tax Expenditures.

The measure would modify the definition of "tax expenditure" to exclude any provision of state law required under federal law. It would require the Department of Revenue (DOR) and the Legislative Revenue Office (LRO) to conduct a study on the statutory definition of tax expenditures and the operation of automatic sunset provisions applied to tax expenditures. The study could make recommendations for proposed legislation related to tax expenditures. DOR and LRO would be required to submit the results of the study to one of the revenue committees of the Legislative Assembly by April 1, 2021. The provisions relating to the required study would sunset on January 2, 2022. The measure would take effect 91 days after the Legislative Assembly adjourns *sine die*.

The measure is anticipated to have an impact on the Department of Revenue and the Legislative Revenue Office.

A more complete fiscal analysis on the measure will be prepared as the measure is considered in the Joint Committee on Tax Expenditures.

Further Analysis Required