

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
80th Oregon Legislative Assembly
2019 Regular Session
Legislative Revenue Office

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|---------------|----------------|
| Bill Number: | HB 5033 - A |
| Revenue Area: | Tax Compliance |
| Economist: | Chris Allanach |
| Date: | 6-10-2019 |

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

Measure Description:

Appropriates moneys from General Fund to Department of Revenue for biennial expenses, including additional auditors to work on tax compliance related to the Marijuana Tax.

Revenue Impact:

Approximately \$300,000 in additional tax collections for 2019-20 and then roughly \$500,000 annually thereafter is projected due to the increased audit function. Audit activity is projected to start producing collections in October of 2019 and gradually increase over the first six months, where increased collections are expected to level off. These estimates are based on information from the Department of Revenue. Roughly 60 percent of the total is estimated to come from increased income tax billings while 40 percent is projected to come from Marijuana retail tax billings.

Creates, Extends, or Expands Tax Expenditure: Yes No