

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

Bill Number:	HB 2073 - A
Revenue Area:	Severance/Timber
Economist:	Jaime McGovern
Date:	06/21/2019
	CORRECTED

Only Impacts on Original or Engrossed Versions are Considered Official

Measure Description:

Extends privilege taxes on merchantable forest products harvested on forestlands and adjusts rates.

Revenue Impact (in \$Millions):

	FY 2020	FY 2021	2019-2021	2021-23	2023-25
Forest Research and Experiment Account	\$ 0.76	\$ 3.28	\$ 4.04	\$ 2.53	\$ -
Oregon Forest Practices Act Administration	\$ 1.18	\$ 5.05	\$ 6.23	\$ 3.90	\$ -
Oregon State University Forest Education	\$ 0.08	\$ 0.36	\$ 0.45	\$ 0.28	\$ -
Total Revenue Impact	\$ 2.03	\$ 8.69	\$ 10.71	\$ 6.71	\$ -

Impact Explanation:

The measure sets the Forest Products Harvest Tax Rates for calendar years 2020 and 2021. The projected 2020 and 2021 harvest is 3,630,000 and 3,670,000 thousand board feet (mbf) respectively. The rate for the Forest Research and Experiment Account remains at 90 cents per mbf. The measure reduces the rate for the Oregon Forest Practices Act Administration from the 2018-19 level of \$1.5661 per mbf to \$1.3872 per mbf in 2020-21. Because the rate is set to otherwise sunset at the end of 2019, this lower rate still generates a positive revenue impact. The measure extends, unchanged, the 10 cent per mbf privilege tax allocated to Oregon State University for forest educational programming.

Creates, Extends, or Expands Tax Expenditure: Yes No