Overview: Oregon Tax Administration

House Revenue Committee
February 7, 2011



Oregon's Major Tax Programs

Income taxes—personal, corporate

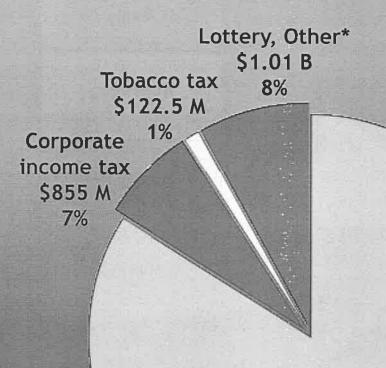
Property tax

Cigarette and other tobacco taxes



2009-11 General Fund

Total resources: \$12.43 billion



Personal income tax \$10.44 B 84%

* Includes \$315 M of one-time transfers December 2010 forecast OREGON DEPARTMENT OF REVENUE

Income Tax Programs

Taxpayer assistance and education

Processing

Banking

\$11.3 billion

91% of state's General Fund

Auditing

Collecting

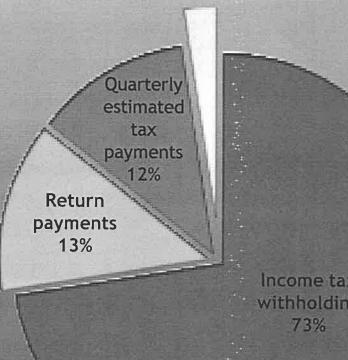
Filing enforcement

O R E G O N DEPARTMENT OF REVENUE

December 2010 forecast

Personal Income Tax Revenues How they're paid

Audit & collections 2%



Income tax withholding

Fiscal year 2009

OREGON

Property Tax Administration

\$10 billion

Department of Revenue functions

Utility and transportation valuation

Industrial property valuation

Mapping

County administration oversight

Forestland valuation

Schools \$4.4 billion

Cities \$2.2 billion

Counties \$1.8 billion

Special districts \$1.2 billion

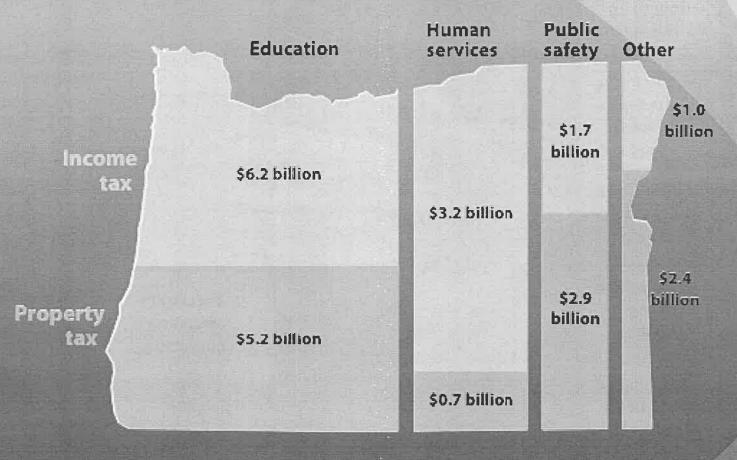
Urban renewal \$422 million

2009-11 biennium Source: DOR Research Section



Funding of Core Services

State and local levels



Income tax
Property tax
TOTAL

\$12.1 B \$11.2 B

\$23.3 B

(December 2010 OEA forecast) (December 2010 AOC estimate)



Cigarette & Tobacco Taxes

Processing Banking Collecting

Audits

Inspections

\$497 million

Oregon Health Plan \$334.8 million

General Fund \$122.5 million

Cities and counties \$15.9 million

Stop smoking education \$15.9 million

Public transit \$8 million



2009-11 Special Projects & Results

As of December 31, 2010

Project	Projected revenue for biennium	Actual revenue through 12/31/10
Amnesty	\$16.7 M	\$47.3 M
Collections POP	\$19.3 M	\$36.2 M
Revenue speed-up	\$20.6 M	\$20.3 M
BOOST	\$7.5 M	\$3.3 M
Other Agency Accounts P	OP \$9 M	\$6.8 M



Where We're Headed

DOR's 'True North' — Strategic business purpose

DOR purpose = healthy revenue systems

Trusted. Timely. Simple.

Targets:

- 100% paid voluntarily
- 100% accuracy
- Double value/efficiency



Compliance

- · Make it easy to comply
- Intervene ASAP
- · Maximum verification

Customer Satisfaction

- Provide the right services timely

Workforce Effectiveness

 Provide the best tools to do our work

Partnerships

Leverage for maximum effectiveness



Other Taxes & Services DOR Administers

Inheritance tax

Emergency communications (911) tax

State lodging tax

Hazardous substance fee

Amusement device tax

Petroleum load fee

Forest products harvest tax

Small-owner timber tax

Transit taxes

Court fines and assessments

Other agency collections

Seniors, veterans, disabled deferral programs

Elderly Rental Assistance, nonprofit homes for the

elderly