

**REVENUE IMPACT OF
PROPOSED LEGISLATION
Seventy-Seventh Oregon Legislative
Assembly
2013 Regular Session
Legislative Revenue Office**

Bill Number: HB 2460 - B
Revenue Area: Corporate Income Tax
Economist: Paul Warner
Date: 6-19-13

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

Measure Description:

Requires corporations that file an Oregon tax return that includes a corporation that is a member of unitary group and incorporated in certain countries that are considered tax havens to include net income from those countries on the Oregon return. Applies to corporate tax years beginning on or after January 1, 2014. Directs the Department of Revenue to report to the Legislature every other year on potential changes in the list of countries.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2013-14	2014-15	2013-15	2015-17	2017-19
General Fund	\$0	\$18	\$18	\$42	\$49

Impact Explanation: The inclusion of net income attributed to certain countries first affects the 2014-15 fiscal year. The estimate is based on actual collections in Montana (where a similar provision has been in effect for ten years), adjusted for the size of Oregon's corporate tax base and the different apportionment formulas used by the two states.

Creates, Extends, or Expands Tax Expenditure: No