

G. September 2009 Forecast Addendum – 2009 Close of Session Forecast

The 2009 Close of Session forecast consists of the May 15, 2009 forecast, adjusted for revenue-related actions taken during the 2009 Legislative Session and subsequently signed into law by the Governor. The 2009 COS forecast provides the revenue context on which the 2009-11 legislatively adopted budget is based, as well as the baseline for corporate and personal kicker threshold calculations.

Table 1 compares the May 2009 and 2009 Close of Session forecasts. General Fund revenues equal \$13,575.7 million, including \$1,058.2 million in additional revenues resulting from actions taken during the 2009 legislative session. For personal income tax, increases are primarily associated with higher marginal tax rates on higher-income earners. Similarly, corporate income taxes were increased through higher corporate minimum taxes and higher marginal tax rates. Other actions resulting in increased revenue include a \$225 million transfer from the Rainy Day Fund and \$23.9 million associated with increases in liquor revenues. Table 3 documents these actions in detail.

For purposes of calculating any potential kickers, there will be kickers – including the 2 percent thresholds – if the state collects more than \$848.2 million in corporate income taxes or \$12,999 million in all other General Fund revenues for a personal kicker. Table 2 in the appendix provides detailed information regarding the COS forecast for General Fund revenues.

TABLE 1 - 2009-11 Close of Session Forecast

General Fund (Millions)	COS Forecast	May 2009 Forecast	Change from May
Beginning Balance	\$0.0	\$0.0	-
Personal Income Tax	11,545.7	11,022.9	522.8
Corporate Income Tax	831.6	609.7	221.9
Other Revenues	1,198.4	884.9	313.5
			-
Total GF Resources	\$13,575.7	\$12,517.5	1,058.2

Table 2
General Fund Revenue Statement -- 2009-11 Close of Session

	Forecasts Dated: 5/15/2009			Forecasts Dated: COS			Difference
	2009-10	2010-11	Total 2009-11	2009-10	2010-11	Total 2009-11	COS Less 5/15/2009
Taxes							
Personal Income Taxes (Before Kicker)	5,241,552,000	5,781,325,000	11,022,877,000	5,495,762,000	6,049,935,000	11,545,697,000	522,820,000
Corporate Income Taxes (Before Kicker)	278,853,000	330,882,000	609,735,000	323,925,950	507,689,050	831,615,000	221,880,000
Insurance Taxes	46,892,000	52,719,000	99,611,000	46,892,000	52,719,000	99,611,000	0
Estate Taxes	96,542,000	98,865,000	195,407,000	96,542,000	98,865,000	195,407,000	0
Cigarette Taxes	34,668,000	32,665,000	67,333,000	34,668,000	32,665,000	67,333,000	0
Other Tobacco Products Taxes	15,948,000	16,187,000	32,135,000	17,448,000	17,887,000	35,335,000	3,200,000
Other Taxes	550,000	500,000	1,050,000	550,000	500,000	1,050,000	0
Fines and Fees							
State Court Fees	28,322,000	28,322,000	56,644,000	28,322,000	28,322,000	56,644,000	0
Secretary of State Fees	12,305,000	12,751,000	25,056,000	12,305,000	12,751,000	25,056,000	0
Criminal Fines & Assessments	30,991,000	31,934,000	62,925,000	30,991,000	31,934,000	62,925,000	0
Securities Fees	7,212,000	7,784,000	14,996,000	7,212,000	7,784,000	14,996,000	0
Central Service Charges	4,380,000	4,380,000	8,760,000	4,380,000	4,380,000	8,760,000	0
Liquor Apportionment	92,704,000	96,488,000	189,192,000	104,654,000	108,438,000	213,092,000	23,900,000
Interest Earnings	22,000,000	27,000,000	49,000,000	22,700,000	27,821,300	50,521,300	1,521,300
Miscellaneous Revenues¹	39,350,000	43,400,000	82,750,000	52,350,000	56,400,000	108,750,000	26,000,000
One-time Transfers	0	0	0	258,894,848	0	258,894,848	258,894,848
Gross General Fund Revenues	5,952,269,000	6,565,202,000	12,517,471,000	6,537,596,798	7,038,090,350	13,575,687,148	1,058,216,148
Net General Fund Revenues	5,952,269,000	6,565,202,000	12,517,471,000	6,537,596,798	7,038,090,350	13,575,687,148	1,058,216,148
Plus Beginning Balance			(351,314,121)			0	351,314,121
Less Anticipated Administrative Actions*			(43,700,000)			(43,700,000)	0
Available Resources			12,473,771,000			13,531,987,148	1,058,216,148
Projected Expenditures						13,298,144,069	N/A
Estimated Ending Balance			N/A			233,843,079	N/A

1. Includes \$62 million related to indirect impacts from the Federal Stimulus legislation signed 2/18/09.

Notes: Corporate income tax figure includes Corporate Multistate taxes.

Other taxes include General Fund portions of the Eastern Oregon Severance Tax, Western Oregon Severance Tax and Amusement Device Tax.

Cigarette and Other Tobacco Taxes are gross tax receipts. Distributions, net of administrative costs, are reported in the Table B.6.

Detailed entries may not add to totals due to rounding.

* Administrative Actions equal expenses associated with cashflow management, exclusive of internal borrowing.

Table 3 Summary of 2009 Legislative Session Adjustments

September 2009

Personal Income Tax (Mllions)	2009-11	2011-13	2013-15
Tax Credit Sunsets - HB 2067	\$0.0	\$31.3	\$42.6
Federal Connect - HB 2078	-\$1.5	\$3.9	
PIT Package - HB 2649	\$472.0	\$375.0	\$379.0
CORP Package - HB 3405	\$17.0	\$18.0	\$20.0
Tax Amnesty - SB 880	\$0.1	\$0.5	\$0.4
Film & Video Credit - SB 621	-\$4.7	-\$2.5	\$0.0
Compliance Network - HB 2815	\$3.0	\$10.6	\$12.2
Department of Revenue Enhancements	\$36.9		
Personal Income Tax Law Adjustments	\$522.8	\$436.8	\$454.2
Corporate Income Tax (Mllions)	2009-11	2011-13	2013-15
Tax Credit Sunsets - HB 2067	\$0.0	\$28.0	\$64.2
Federal Connect - HB 2078	\$2.4	\$0.4	
CORP Package - HB 3405	\$218.0	\$221.0	\$179.0
Corp Compliance - SB 180	\$0.6	\$1.2	\$1.2
Tax Amnesty - SB 880	\$0.1	\$0.2	\$0.1
Compliance Network - HB 2815	\$0.8	\$2.7	\$3.0
Corporate Income Tax Law Adjustments	\$221.9	\$253.4	\$247.6
Other Tax/Revenue (Mllions)	2009-11	2011-13	2013-15
Moist Snuff - HB 2672	\$3.0	\$1.9	\$0.5
CORP Package - HB 3405	\$26.0	\$31.0	\$32.0
Tobacco Tax Compliance - SB 300	\$0.2	\$0.4	\$0.4
OUS Interest - HB 2208	\$1.5	\$1.9	\$1.9
OLCC Revenue Enhancements (HB 3199)	\$23.9		
DSL New Carissa (HB 3199)	\$0.7		
DOJ Consumer Protection Acct (HB 3199)	\$2.0		
9-1-1 Interest (HB 3199)	\$0.8		
LUBA Filing Fees (HB 3199)	\$0.1		
WRD Water Development Fund (HB 3199)	\$0.3		
DAS Risk (HB 3199)	\$30.0		
State Reserves - RDF to GF	\$225.0		
Corporate Income Tax Law Adjustments	\$313.5	\$35.2	\$34.8