

RECOMMENDED GENERAL FUND REVENUES CHANGES
(in Millions)

	<u>Base</u>	<u>Changes</u>	<u>Recommended</u>
<u>PERSONAL INCOME TAXES</u>			
1. Delay increase of \$1,000 personal exemption by Portland CPI, scheduled to become effective with the 1981 tax year.		\$ +85.0	
2. Two year decrease in maximum deduction for federal taxes paid from \$7,000 to \$5,000.	(35)	+41.0	
3. Defer political contributions tax credit.		+2.0	
4. Revise weatherization tax credit.		+15.5	
5. Statutory sunset of political party checkoff.		+0.4	
6. Extend alternative energy tax credits to ground water heat pumps.		<u>+0.1</u>	
	\$2,297.0	<u>\$+144.0</u>	\$2,441.0
 <u>CORPORATE EXCISE AND INCOME TAXES</u>			
1. Reduce pollution control facilities tax credit from five to four percent.		+1.2	
2. Increase interest ceiling on tax credit programs to provide low interest loans for -			
- weatherization projects		-0.5	
- renewable resource projects		<u>-1.7</u>	
	\$ 312.0	<u>\$ -1.0</u>	\$ 311.0

INSURANCE TAXES (AND FEES)

Apply premium tax to domestic insurers and increase annual company license fee from \$150 to \$300.

\$ 75.0 26.6 \$ +32.8 \$ 107.8

CIGARETTE TAXES

Increase by five cents per pack.

\$ 52.0 \$ +26.8 \$ 78.8

CORPORATION FEES

Increase registration and annual renewal fees.

\$ 6.2 \$ +5.9 \$ 12.1

POWER AND WATER FEES

Increase fee schedules.

\$ 1.5 \$ +0.4 \$ 1.9

LIQUOR APPORTIONMENT

Increase cost five percent.

\$ 78.0 \$ +4.6 \$ 82.6

INTEREST EARNINGS

Earnings on recommended additional revenues.

\$ 63.0 (0) \$ +11.0 \$ 74.0

OTHER REVENUES

Payback by Department of Environmental Quality of startup loan for Safe Drinking Water program.

\$ 2.5 \$ +0.3 \$ 2.8
\$ 224.8

5524A

RECOMMENDED GENERAL FUND REVENUES CHANGES
(in Millions)

	<u>Base</u>	<u>Changes</u>	<u>Recommended</u>
<u>PERSONAL INCOME TAXES</u>			
1. Delay increase of \$1,000 personal exemption by Portland CPI, scheduled to become effective with the 1981 tax year.		\$ +85.0	
2. Two year decrease in maximum deduction for federal taxes paid from \$7,000 to \$5,000. <i>\$</i> <i>(M = 20.5 M)</i>		+41.0	
3. Defer political contributions tax credit.		+2.0	
4. Revise weatherization tax credit.		+15.5	
5. Statutory sunset of political party checkoff.		+0.4	
6. Extend alternative energy tax credits to ground water heat pumps.		<u>+0.1</u>	
	\$2,297.0	<u>\$+144.0</u>	\$2,441.0
 <u>CORPORATE EXCISE AND INCOME TAXES</u>			
1. Reduce pollution control facilities tax credit from five to four percent.		+1.2	
2. Increase interest ceiling on tax credit programs to provide low interest loans for -			
- weatherization projects		-0.5	
- renewable resource projects		<u>-1.7</u>	
	\$ 312.0	<u>\$ -1.0</u>	\$ 311.0

INSURANCE TAXES (AND FEES)

Apply premium tax to domestic insurers and increase annual company license fee from \$150 to \$300. \$ 75.0 \$ +32.8 \$ 107.8

CIGARETTE TAXES

Increase by five cents per pack. \$ 52.0 \$ +26.8 \$ 78.8

CORPORATION FEES

Increase registration and annual renewal fees. \$ 6.2 \$ +5.9 \$ 12.1

POWER AND WATER FEES

Increase fee schedules. \$ 1.5 \$ +0.4 \$ 1.9

LIQUOR APPORTIONMENT

Increase cost five percent. \$ 78.0 \$ +4.6 \$ 82.6

INTEREST EARNINGS

Earnings on recommended additional revenues. \$ 63.0 \$ +11.0 \$ 74.0

OTHER REVENUES

Payback by Department of Environmental Quality of startup loan for Safe Drinking Water program. \$ 2.5 \$ +0.3 \$ 2.8

\$ 224.8

5524A

MENU

<u>Item</u>	<u>Amount</u>
<u>Education</u>	
Reduce Higher Education - Education and General to a 12% increase over Special Session level	\$ -5,925,644
Reduce Higher Education - Agricultural Experiment Station, Cooperative Extension, Forest Research to a 12% increase over Special Session.	-325,911
✓ Reduce Community Colleges to a 9.4% increase (level anticipated in distribution formula agreed to by Community Colleges)	-1,239,998
Continue PESIC at Special Session dollar level	-512,337
Reduce Basic School Support to 90% of \$957 million	-8,500,000
<u>Human Resources</u>	
Eliminate enhanced family planning	-803,904
Eliminate Community Corrections	-10,202,967
Eliminate new counties from Juvenile Services Commission	-788,893
<u>Transportation</u>	
Eliminate Willamette Valley Rail Project	-594,830
✓ Reduce Tourist Promotion by 50 percent	-908,691
<u>Natural Resources</u>	
Eliminate enhancement portion of Fish package	-493,803
Return Forestry to analyst's recommended level	-1,334,555
Return Department of Land Conservation and Development to analyst's recommended level	-299,407
<u>Miscellaneous</u>	
✓ Reduce Emergency Fund to \$20 million	-5,000,000
<u>Tax Credits</u>	
— Eliminate lagging area tax credit	-6,374,095
Eliminate entire pollution control tax credit	-4,800,000
TOTAL	\$-48,105,035

	<u>General Fund</u>
1. Provide Juvenile Corrections closed custody at design capacity of 664 ADP	814,301
2. Restore 47.8 ADP in Child Care Centers	1,365,511
3. Restore Special Rates to 543 ADP by adding 31 ADP	162,906
4. Restore current level of Edgefield Community Services (30 ADP)	455,361
5. Restore current level of Multiple Impact	368,357
6. Retain Foster Parents by providing Foster Care Provider Training	165,900
7. Restore adolescent shelter care by 5 ADP	127,299
8. Restore current level of out-of-state mental health placements (2 ADP)	56,157
9. Shift some Family Foster Care ADP to more appropriate group home care	84,011
10. Restore NW Adoption Exchange	30,766
11. Provide for Protective Services overtime cost statewide	240,260
Funding errors	<u>98,644</u>
TOTAL	3,969,473