

				REVENUE IMPACT ESTIMATES				
				(in millions)				
LC 3				2013-15	2015-17	2017-19	2019-21	2021-23
PRELIMINARY ESTIMATES								
SET CORPORATE TAX RATE AT 7.6% FOR INCOME ABOVE \$1.0 MILLION*				\$ 74	\$ 74	\$ 34	\$ 36	\$ 39
PERSONAL EXEMPTION ELIMINATED AT \$200K(J)/\$100(S)				\$ 61	\$ 64	\$ 76	\$ 93	\$ 107
CONVERT SMD TO SUB/CAP@\$1,800,PHASE-OUT BASED ON INCOME/INCREASE AGE				\$ 82	\$ 117	\$ 158	\$ 205	\$ 244
INCREASE CIGARETTE TAX 13 CENTS(1-1-14), 14 CENTS(1-1-16), 15 CENTS(1-1-18)				\$ 27	\$ 32	\$ 31	\$ 29	\$ 28
OPTIONAL RATE FOR SCHEDULE E ACTIVE BUSINESS INCOME**(1-1-15)				\$ (38)	\$ (205)	\$ (239)	\$ (277)	\$ (332)
ESTABLISH OREGON ICDISC				\$ (5)	\$ (7)	\$ (11)	\$ (15)	\$ (16)
TOTAL				\$ 201	\$ 75	\$ 50	\$ 71	\$ 70
*REVENUE ABOVE 7.5% FLOWS TO RDF 2013-17, THEN DECLINES TO THE AMOUNT ABOVE 7.2% TO THE RDF. THIS GENERATES AN ESTIMATED \$10 MILLION IN RDF REVENUE IN 2013-15 AND 2015-17.								
**RATE VARIES FROM 7% UP TO 9.9% STARTING AT \$5 MILLION. REQUIRES MATERIAL PARTICIPATION, MINIMUM OF 1 NON-INVESTOR EMPLOYEE.								
<i>ADDITIONAL REVENUE ELEMENT OUTSIDE PLAN</i>								
EXPAND EITC FROM 6% TO 8% OF FEDERAL (1-1-14)***				\$ (12)	\$ (25)	\$ (25)	\$ (13)	\$ -
***EITC SUNSETS IN 2020								
NOTE: ESTIMATES ARE PRELIMINARY PENDING FINAL DETAILS OF LC 3.								
LRO: 9/27/2013								