

This section presents summary information based on corporate receipts. Receipts received in any one fiscal year will be associated with multiple tax years. The numbers presented below are net payments—composed of estimated payments, final payments associated with a return, and refunds issued to taxpayers.

Trends in Corporate Tax Receipts

Exhibit 2.1 shows net corporate tax receipts since fiscal year 1980-81. These net receipts were relatively flat throughout the 1980s, grew throughout the 1990s, and declined in fiscal year 2002. The swings from fiscal year 1996 to fiscal year 1998 are related to the distribution of corporate “kickers.” The Oregon surplus credit, or kicker, occurs if revenues exceed the forecast by more than 2 percent. Oregon refunds this surplus to corporate taxpayers in the form of a credit. See Appendix D for more information and a history of kicker amounts.

Exhibit 2.1
Oregon Corporation Excise and Income Tax Net Receipts



*Estimated by Oregon Department of Administrative Services, Office of Economic Analysis

Exhibit 2.2 shows corporate receipts history for the 30 most recent fiscal years and the estimate of receipts for the fiscal year ending June 30, 2005.

Exhibit 2.2—Corporate Receipts History		
Dollars in thousands		
Fiscal Year¹	Net Receipts	Percent Growth
1974-75	\$90,691	5.8%
1975-76	\$66,631	-26.5%
1976-77	\$91,104	36.7%
1977-78	\$125,474	37.7%
1978-79	\$165,855	32.2%
1979-80	\$177,176	6.8%
1980-81	\$155,441	-12.3%
1981-82	\$123,783	-20.4%
1982-83	\$125,150	1.1%
1983-84	\$144,003	15.1%
1984-85	\$153,822	6.8%
1985-86	\$161,660	5.1%
1986-87	\$135,309	-16.3%
1987-88	\$166,779	23.3%
1988-89	\$157,026	-5.8%
1989-90	\$146,842	-6.5%
1990-91	\$149,074	1.5%
1991-92	\$150,884	1.2%
1992-93	\$204,605	35.6%
1993-94	\$262,841	28.5%
1994-95	\$311,848	18.6%
1995-96	\$299,977	-3.8%
1996-97	\$383,976	28.0%
1997-98	\$277,481	-27.7%
1998-99	\$324,295	16.9%
1999-00	\$381,908	17.8%
2000-01	\$372,969	-2.3%
2001-02	\$196,272	-47.4%
2002-03	\$225,525	14.9%
2003-04	\$320,164	42.0%
2004-05*	\$290,349	-9.3%

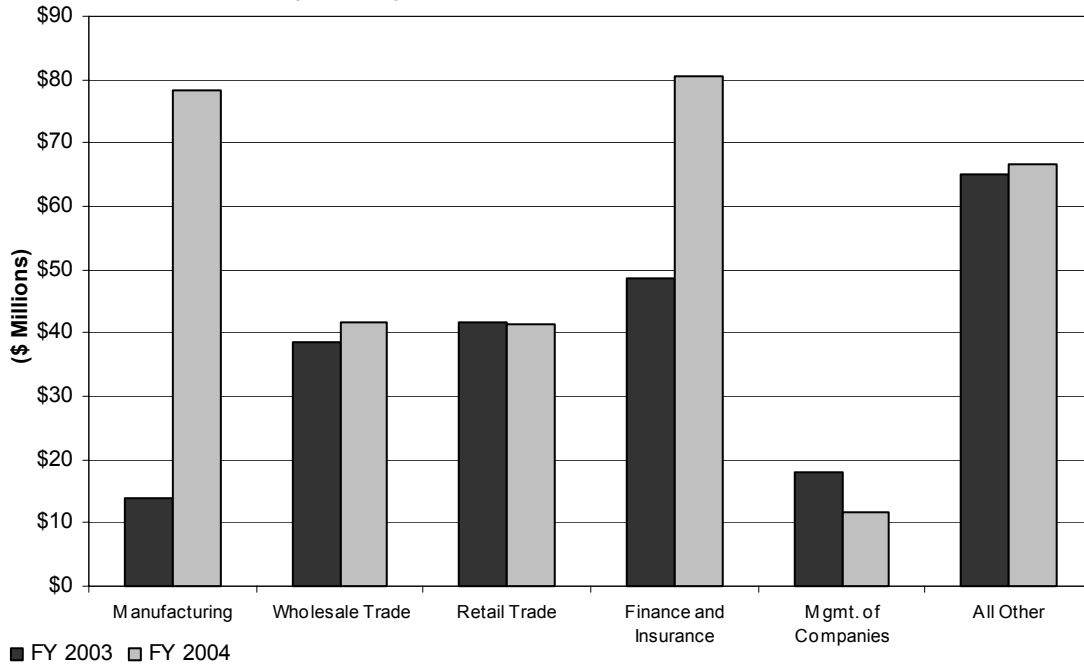
¹ Fiscal year starts July 1.

* Estimated by Dept. of Admin. Services, Office of Economic Analysis

Receipts by Industry Sector

Exhibits 2.3 and 2.4 (on the next page) demonstrate that corporate receipts increased in fiscal year 2004, and provide some detail of which sectors contributed to the increase. Much of the increase comes from the increases in the Manufacturing and Finance sectors. Most other sectors had modest increases or contributed about the same amount to corporate tax receipts in fiscal year 2004 as they did in 2003.

Exhibit 2.3
Corporate Tax Receipts By Industry Sector



Section 2: Corporate Tax Receipts

Exhibit 2.4 provides the detail of receipts from all sectors in fiscal years 2003 and 2004.

Exhibit 2.4—Corporate Tax Receipts By Industry Sector

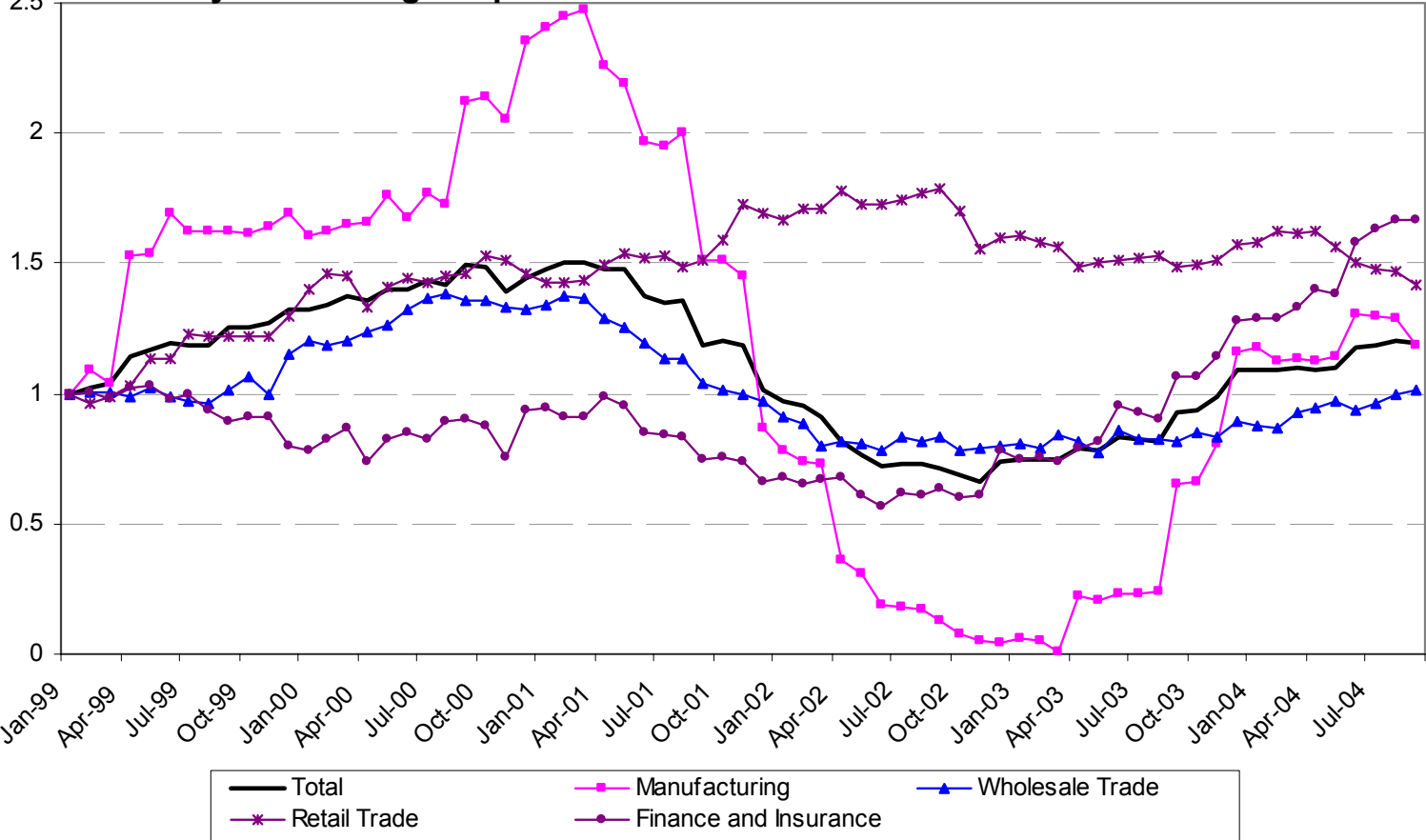
Dollars in thousands

Industry Sector ¹	FY 2003	FY 2004	Percent Change
Agriculture, Forestry, Fishing, and Hunting	\$3,350	\$2,961	-12%
Mining	\$30	\$1,289	4197%
Utilities	\$1,925	\$2,280	18%
Construction	\$4,076	\$4,943	21%
Manufacturing	\$13,770	\$78,370	469%
Wholesale Trade	\$38,528	\$41,714	8%
Retail Trade	\$41,616	\$41,445	0%
Transportation and Warehousing	\$3,908	\$7,434	90%
Information	\$6,761	\$5,326	-21%
Finance and Insurance	\$48,525	\$80,452	66%
Real Estate, Rental, and Leasing	\$2,792	\$3,315	19%
Professional, Scientific, and Technical Services	\$4,372	\$4,352	0%
Management of Companies and Enterprises	\$17,947	\$11,578	-35%
Administrative, Support, and Waste Management	\$2,223	\$2,065	-7%
Educational Services	\$402	\$897	123%
Health Care and Social Assistance	\$1,986	\$2,084	5%
Arts, Entertainment, and Recreation	\$357	\$155	-57%
Accommodation and Food Services	\$1,354	\$3,295	143%
Other Services (except Public Administration)	\$974	\$1,644	69%
Unknown	\$30,627	\$24,565	-20%
Total	\$225,525	\$320,164	42%

¹ The order and definitions for these sectors is from the North American Industry Classification System. For additional information on NAICS sectors, please see Appendix B — "Selected Glossary of Industry Sectors."

Another way to look at changes in corporate tax receipts is to look at indexed values for the largest sectors. Exhibit 2.5 (on the next page) shows 12-month cumulative receipts of selected sectors, relative to their value in January 1999. Total receipts were increasing through mid-2001, and then fell sharply rising back to 1999 levels at the end of 2003. Receipts from the finance and retail sectors have grown to about 150 percent of their January 1999 level.

Exhibit 2.5
Corporate Tax Receipts
Index of 12-Month Totals (January 1999 = 1)
January 1999 through September 2004



2-5