

Senate Bill 905

Sponsored by Senator G GEORGE (at the request of Russell Walker, FreedomWorks)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Establishes tax credit for tuition paid to private school for kindergarten through grade 12 education of child of taxpayer.

Applies to tax years beginning on or after January 1, 2008.

A BILL FOR AN ACT

1
2 Relating to taxation.

3 **Be It Enacted by the People of the State of Oregon:**

4 **SECTION 1. Section 2 of this 2007 Act is added to and made a part of ORS chapter 315.**

5 **SECTION 2. (1) As used in this section, "amount expended by the state per student"**
6 **means the sum of the total amount distributed from the State School Fund to school dis-**
7 **tricts plus the total amount of local revenues, as described in ORS 327.013, of all school dis-**
8 **tricts, divided by the total average daily membership, as defined in ORS 327.006, of all school**
9 **districts.**

10 **(2) A credit is allowed against the taxes that are otherwise due under ORS chapter 316**
11 **for tuition paid or incurred by the taxpayer on behalf of a child of the taxpayer for**
12 **kindergarten through grade 12 education at a private school.**

13 **(3) The amount of the credit allowed under this section shall be equal to 50 percent of**
14 **the amount expended by the state per student.**

15 **(4) The credit allowed under this section may not exceed 75 percent of the amount of**
16 **tuition charged by the private school.**

17 **(5) If a change in the status of a taxpayer from resident to nonresident or from nonres-**
18 **ident to resident occurs, the credit allowed by this section shall be determined in a manner**
19 **consistent with ORS 316.117.**

20 **SECTION 3. Section 2 of this 2007 Act applies to tax years beginning on or after January**
21 **1, 2008.**

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NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.