

76TH OREGON LEGISLATIVE ASSEMBLY 2011 Regular Session  
PRELIMINARY STAFF MEASURE SUMMARY  
HOUSE REVENUE COMMITTEE

MEASURE: HB 2504  
CARRIER:

REVENUE:

FISCAL:

Action:

Vote:

Yeas:

Nays:

Exc.:

Prepared By: Chris Allanach, Economist

Meeting Dates: 3/17

MEASURE: HB 2504  
EXHIBIT: #  
HOUSE REVENUE COMMITTEE  
DATE: 3/17/2011 PAGES: 1  
SUBMITTED BY: CHARLIS ALLANACH

**WHAT THE BILL DOES:** Allows personal income taxpayers to claim a subtraction for health insurance payments made or accrued during the tax year for which the taxpayer, their spouse, or their dependent is a beneficiary. Disallows a deduction for the same expenses if taken at the federal level or as part of the elderly medical deduction. Applies to tax years beginning on or after January 1, 2012.

**ISSUES DISCUSSED:**

**EFFECT OF COMMITTEE AMENDMENTS:**

**BACKGROUND:** Under current law, these costs may only be deducted, at the federal and state levels, to the extent they are part of all medical expenses that exceed 7.5% of the taxpayer's adjusted gross income. Taxpayers who qualify for Oregon's elderly medical deduction are also allowed to deduct these expenses under current law.

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