

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
Seventy-Sixth Oregon Legislative
Assembly
2011 Regular Session
Legislative Revenue Office

Bill Number: HB 2728 - A
Revenue Area: Income Taxes
Economist: Chris Allanach
Date: 5/10/2011

Measure Description: Allows taxpayers to make direct deposit contributions of personal income tax refunds into an Oregon 529 College Savings Network account. Applies to refunds attributable to tax years beginning on or after January 1, 2012. Takes effect on 91st day following adjournment sine die.

Revenue Impact: A minimal revenue loss of less than \$50,000 per biennium.

Impact Explanation: The minimal revenue loss reflected here is based on the assumption that a small number of taxpayers would make contributions who otherwise would not have made such contributions. For tax year 2012, the maximum subtraction for contributions to an Oregon 529 account is projected to be \$4,315 for joint filers and \$2,160 for all other filers. Contributions made via a direct deposit of a tax refund would be eligible for the subtraction in the following tax year.

Creates, Extends, or Expands Tax Expenditure: Yes No