

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

Bill Number: HB 2731
Revenue Area: Income Taxes
Economist: Chris Allanach
Date: 2/16/2011

Measure Description:

Establishes a credit against personal income tax for eligible taxpayers who paid for and received instruction leading to a degree or recognized certificate from an Oregon post-secondary institution. Defines 'eligible taxpayer'. Allows a two-year \$125 credit if the taxpayer receives a degree or recognized certificate from a community college. Allows a four-year \$250 credit if the taxpayer receives a degree or recognized certificate from an eligible post-secondary institution that is not a community college; if the taxpayer had previously received a degree or recognized certificate from a community college within the specified time frame, the \$250 may be claimed for two years. The credit is non-refundable and may not be carried forward. Applies to tax years beginning on or after January 1, 2013, and before January 1, 2022.

Revenue Impact (in \$Millions):

There would be a revenue loss associated with the number of taxpayers who would claim this tax credit. The initial revenue impact would occur in the 2013-15 biennium and continue into the first part of the 2021-2023 biennium. Further analysis will be conducted when the bill is in the House Revenue Committee.

Impact Explanation:

Creates, Extends, or Expands Tax Expenditure: Yes No

The policy purpose of this measure is
(to be completed by the House Committee on Education)