

House Bill 2504

Sponsored by Representative HANNA; Representatives FREEMAN, OLSON, SPRENGER, THOMPSON, WEIDNER
(Pre-session filed.)

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**.

Creates subtraction from federal taxable income for health insurance premium payments made during tax year by individual taxpayer for health benefit coverage of taxpayer, taxpayer's spouse or dependents.

Applies to tax years beginning on or after January 1, 2012.

A BILL FOR AN ACT

Relating to subtraction for health insurance premium payments.

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

SECTION 1. Section 2 of this 2011 Act is added to and made a part of ORS chapter 316.

SECTION 2. (1) As used in this section:

(a) "Health benefit plan" has the meaning given that term in ORS 743.730.

(b) "Health insurance premium" means an amount that is paid in exchange for provision of benefits, or the promise to provide benefits, under a health benefit plan.

(2) There shall be added to federal taxable income the amount of any deduction claimed on the federal return of the taxpayer under section 213(a) of the Internal Revenue Code for health insurance premiums paid or accrued by the taxpayer during the tax year.

(3) There shall be subtracted from federal taxable income the amount of any health insurance premiums paid or accrued by the taxpayer during the tax year for a health benefit plan in which the taxpayer, the spouse of the taxpayer or a dependent of the taxpayer is a beneficiary.

(4) A taxpayer claiming a subtraction under this section may not claim a subtraction for the same amount under ORS 316.695 (1)(d)(B).

SECTION 3. Section 2 of this 2011 Act applies only to health insurance premium payments made or accrued in tax years beginning on or after January 1, 2012.

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.