

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
Seventy-Seventh Oregon Legislative
Assembly
2014 Regular Session
Legislative Revenue Office

Bill Number: SB 1534 - C
Revenue Area: Income Tax
Economist: Chris Allanach
Date: 3/5/2014

*Only Impacts on Original or Engrossed
Versions are Considered Official*

Measure Description: Makes a series of technical clarifications to statute. Reinstates the personal exemption tax credits for taxpayers who are severely disabled or have disabled children. Applies to tax years beginning on or after January 1, 2013.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2013-14	2014-15	2013-15	2015-17	2017-19
General Fund	-\$0.2	-\$0.3	-\$0.5	-\$0.3	\$0

Impact Explanation: The only part of the bill with a revenue impact is the reinstatement of the personal exemption tax credit for taxpayers who are severely disabled or have disabled children. The estimate is based on the historic use of the credits and their respective growth rates. In tax year 2011, there were a total of 528 severely disabled tax credits and 685 disabled child tax credits claimed by filers with income above the thresholds. The personal exemption credit is \$188 for tax year 2013 and is projected to grow to \$194 by tax year 2015. The revenue impact reflects the current law sunset date of January 1, 2016.

Creates, Extends, or Expands Tax Expenditure: Yes No

The purpose of these two provisions is to reinstate the full amount of the tax credits.