

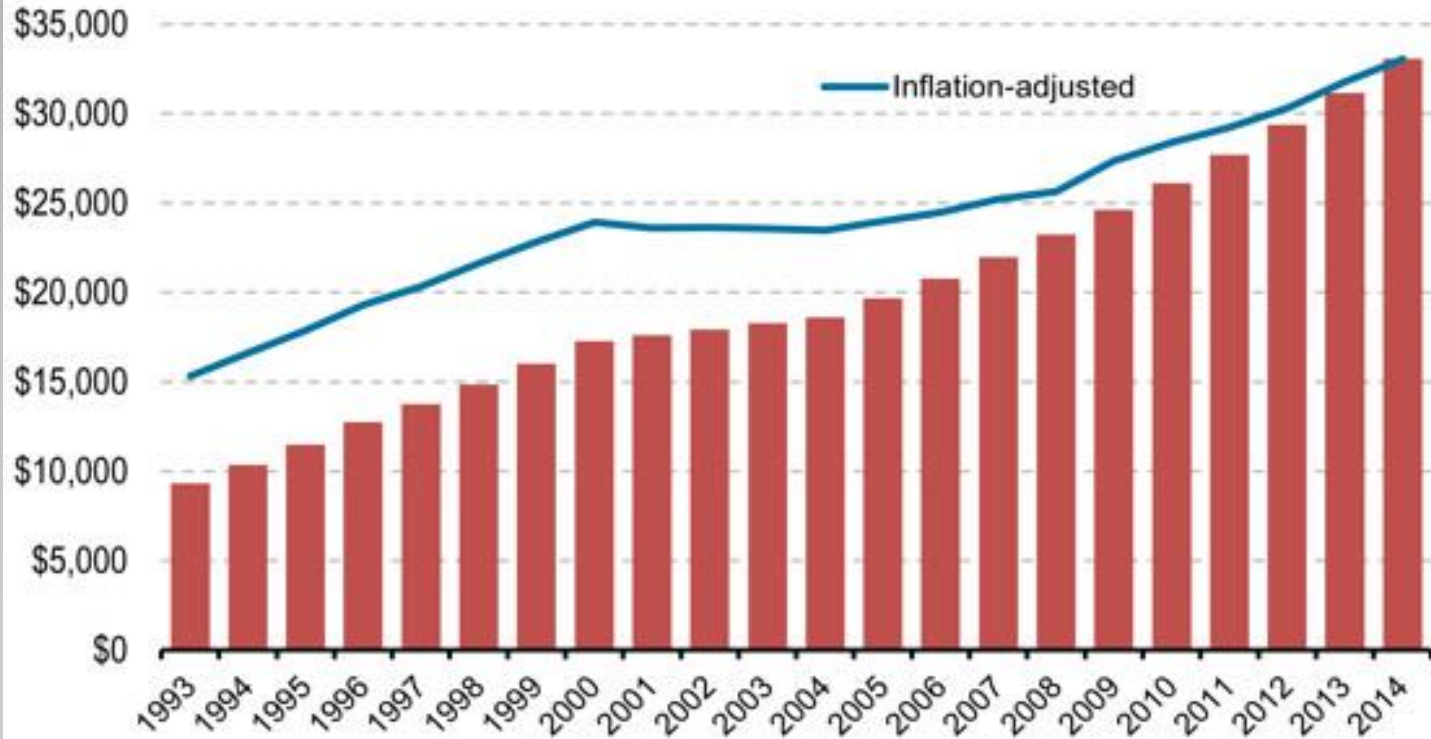
HB 3342

Oregon Student Debt Deduction

The Problem

Class of 2014

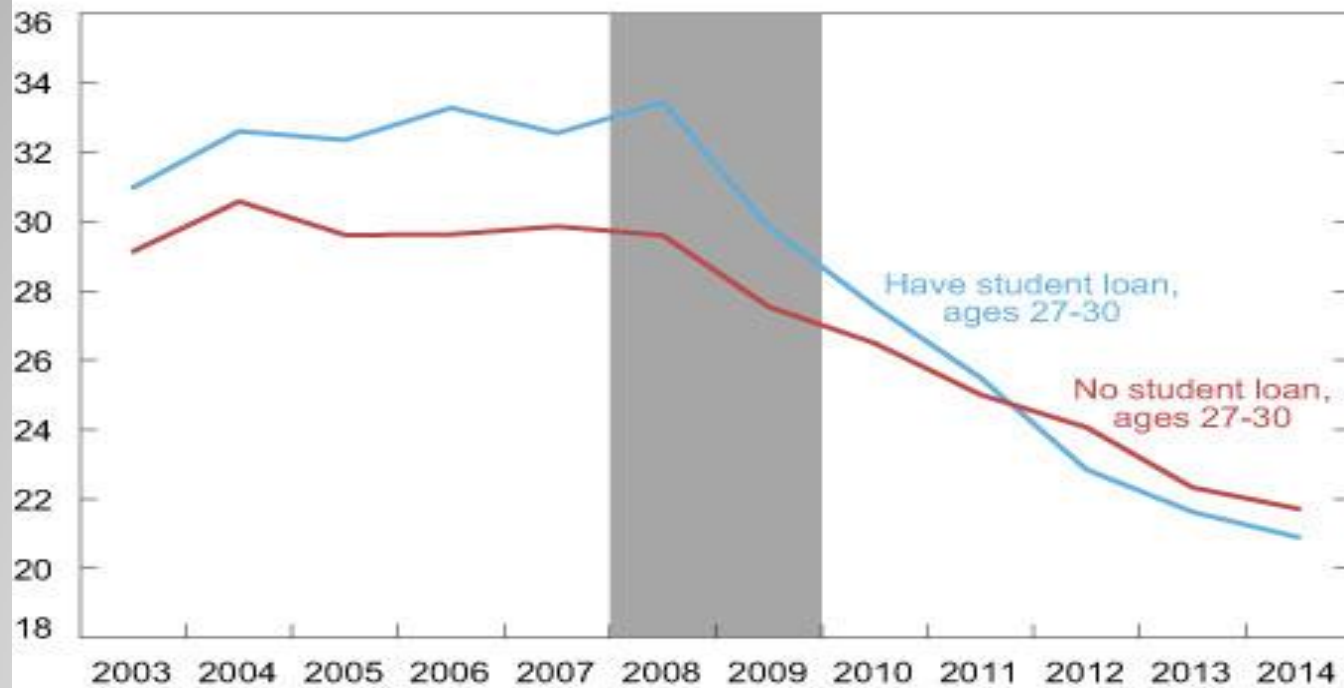
Average debt per borrower in each year's graduating class.



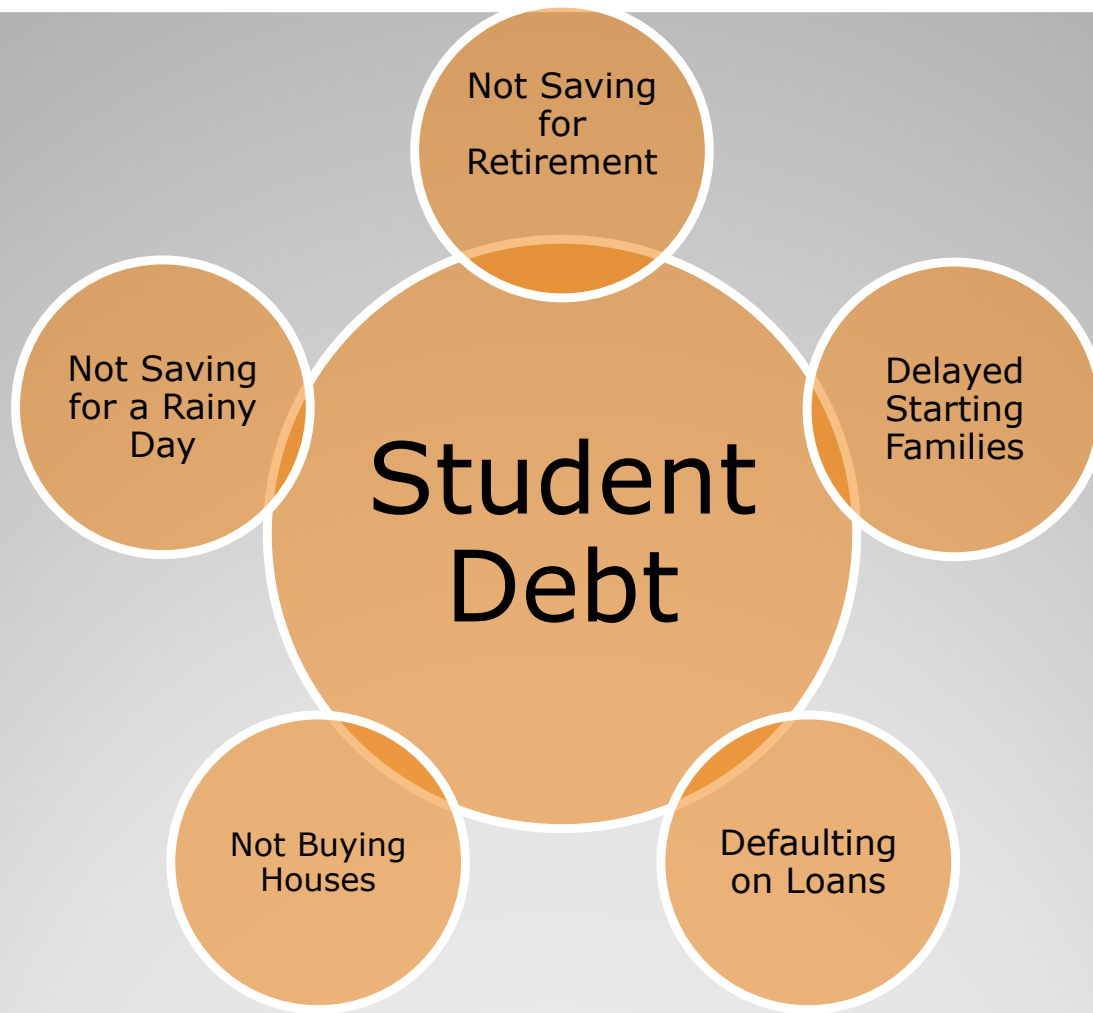
Source: Mark Kantrowitz analysis of National Center for Education Statistics data | WSJ.com

Proportion of Borrowers with Home-Secured Debt at Age 30

Percent



Source: Federal Reserve Bank of New York Consumer Credit Panel /Equifax.



The Cost of Student Debt

HB 3342

Deduction Amount	Source
\$2,500	Current Federal Deduction
\$3,500	New State Deduction
\$6,000	Total New Deduction Under HB 3342



Expanding Middle Class

- \$35,750 cap on the amount of home mortgage interest Oregonians can deduct

Proposed

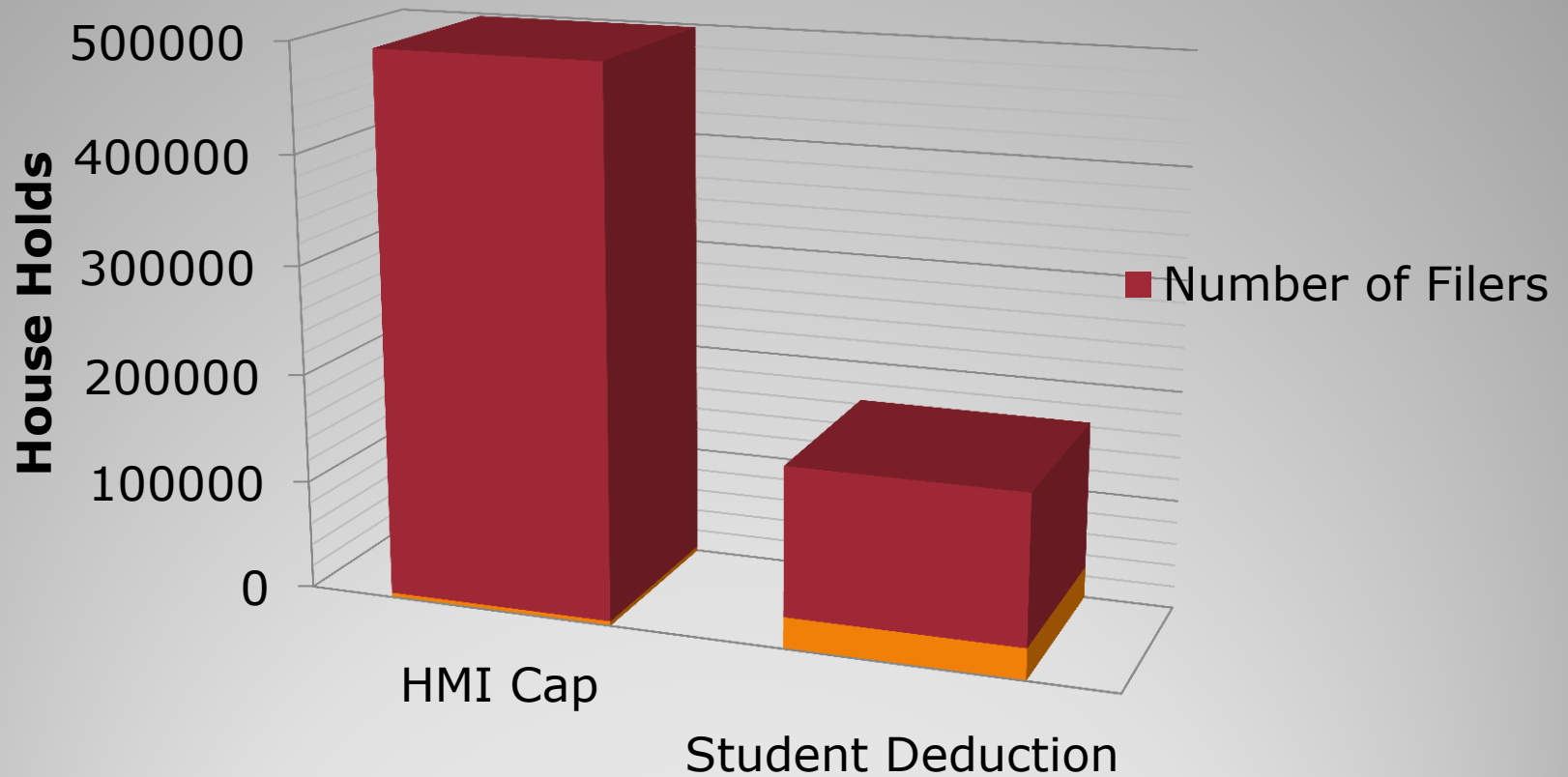
- 800,000 at 4.5%
=
\$35,735 in interest on first year

Example

Funding Mechanism – HMI Cap

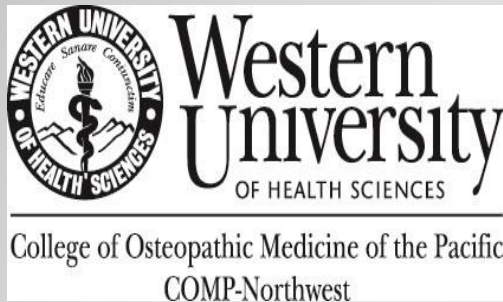
$> 1\%$

Impact



Impact to filers applying for respective deductions

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Supporters