

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
Seventy-Eighth Oregon Legislative
Assembly
2015 Regular Session
Legislative Revenue Office

Bill Number: HB 3344 - 5
Revenue Area: Income Taxes
Economist: Chris Allanach
Date: 4/16/2015

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

Measure Description: Modifies the Residential Energy Tax Credit (RETC) for solar water heating. For domestic water heating the tax credit is the lesser of 50 percent of the device cost or \$2 per kilowatt hour for the first year energy yield, up to \$6,000. For swimming pool heating the tax credit is the lesser of 50 percent of the device cost or \$0.20 per kilowatt hour for the first year energy yield, up to \$2,500. Grants rule-making authority to the Department of Energy to reduce the incentives as market conditions warrant. Limits the total amount of tax credits to the lesser of the taxpayer's liability or \$1,500. Allows a five-year carryforward. Applies to tax years 2015 and later.

Revenue Impact (in \$Millions):

Impact Explanation: There would be a revenue loss with the adoption of this bill. The amount depends on the demand for these types of solar thermal devices. Further analysis will be done when the bill is in the House Committee on Revenue.

Creates, Extends, or Expands Tax Expenditure: Yes No

The policy purpose of this measure is

Further Analysis Required