

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

Bill Number:	HB 2116
Revenue Area:	Income Taxes
Economist:	Chris Allanach
Date:	2/12/2015

Only Impacts on Original or Engrossed Versions are Considered Official

Measure Description: Extends the sunset date on the Child and Dependent Care tax credit from January 1, 2016 to January 1, 2022.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2015-16	2016-17	2015-17	2017-19	2019-21
General Fund	\$0	-\$7.8	-\$7.8	-\$15.7	-\$16.3

Impact Explanation: The preliminary impact provided here is based on historical use of the tax credit. Despite the number of full-year filers claiming the tax credit generally declining over time, the cost of the credit has been relatively stable. In 2005, roughly 44,600 full-year filers claimed the credit; by 2012 that figure had fallen to 37,700. The cost of the credit declined from about \$9 million in 2005 to about \$7.8 million in 2009. Since then, the annual cost increased to \$8.4 million in 2012. Further analysis will be done when the bill is in the House Committee on Human Services and Housing.

Creates, Extends, or Expands Tax Expenditure: Yes No

The policy purpose of this measure is

Further Analysis Required