

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

**Bill Number: HB 2113  
Revenue Area: Income Taxes  
Economist: Chris Allanach  
Date: 2/12/2016**

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

**Measure Description:** Extends the sunset date for the tax credit for contributions to the Office of Child Care 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
<b>General Fund</b>	<b>\$0</b>	<b>-\$0.5</b>	<b>-\$0.5</b>	<b>-\$1.0</b>	<b>-\$1.0</b>

**Impact Explanation:** The preliminary revenue impact provided here is based on the historical use of the tax credit. Use of the tax credit doubled between 2005 and 2012 from roughly 80 claimants to 160 claimants. The revenue impact also grew during this time period, increasing from roughly \$0.4 million in 2005 to nearly \$0.8 million in 2012. Current law includes an annual program cap of \$500,000 in tax credits that may be issued. The program cap is unaffected by the sunset extension but the estimate is based on the assumption that the annual cap is met each year. Further analysis will be done when the bill is in the Joint Committee on Tax Credits.

**Creates, Extends, or Expands Tax Expenditure:** Yes  No

The policy purpose of this measure is

**Further Analysis Required**