

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

**Bill Number: HB 2091
Revenue Area: Income Taxes
Economist: Chris Allanach
Date: 2/13/2015**

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

Measure Description: Increases the Working Family Child Care tax credit by doubling the applicable percentages. For example, the maximum tax credit is increased from 40 percent of eligible expenses to 80 percent of eligible expenses. Applies to tax year 2015.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2015-16	2016-17	2015-17	2017-19	2019-21
General Fund	-\$21.7	\$0	-\$21.7	\$0	\$0

Impact Explanation: The preliminary revenue impact here is based on the current law projection for this tax credit for tax year 2015. The policy proposed here simply doubles the amount of the tax credit. The number of claimants would not increase. This bill does not change the current law sunset of January 1, 2016 so there is a revenue impact for only one year. If the sunset date were extended, this policy would have an annual revenue loss of roughly \$22 million. 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