

House Committee On Human Services and Housing

Fiscal: May have fiscal impact, but no statement yet issued

Revenue: May have revenue impact, but no statement yet issued

Action Date: 02/16/15

Action: Without Recommendation As To Passage, Be Referred To Business And Labor, And Then To Tax Credits By Prior Reference.

Meeting Dates: 02/16

House

Yeas: 8 - Buehler, Evans, Gallegos, Hayden, Parrish, Piluso, Stark, Keny-Guyer

Exc: 1 - Taylor

Prepared By: Robyn Johnson, Committee Administrator

WHAT THE MEASURE DOES:

Extends tax credit sunset for employer-provided dependent care assistance.

ISSUES DISCUSSED:

- Referral to more appropriate policy committee

EFFECT OF COMMITTEE AMENDMENT:

No amendment.

BACKGROUND:

The Employer Provided Dependent Care Assistance tax credit is available to employers who provide child or dependent care assistance or referrals to their employees. They are eligible to receive a credit for 50 percent of the cost of this type of referral or assistance up to \$2,500 per employee. This credit can be used in either the corporate or personal tax filing. Legislative Revenue Office reports that, "This tax credit is primarily used by corporations, which historically had accounted for roughly 75 percent of all credits used."

HB 2114 extends the sunset date of the Employer Provided Dependent Care Assistance tax credit from 2016 to 2022.