

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

**Bill Number: HB 2011
Revenue Area: Income Taxes
Economist: Chris Allanach
Date: 3/30/2015**

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

Measure Description: Expands the allowable uses of Individual Development Account (IDA) funds. Extends two tax credits – the donation tax credit and the withdrawal tax credit – through tax year 2021.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2015-16	2016-17	2015-17	2017-19	2019-21
IDA Contributions	\$0	-\$6.6	-\$6.6	-\$13.6	-\$13.8
IDA Withdrawals	\$0	-\$0.1	-\$0.1	-\$0.3	-\$0.3
General Fund	\$0	-\$6.7	-\$6.7	-\$13.9	-\$14.1

Impact Explanation: The preliminary revenue impact provided here is based on the historical use of these two tax credits as reflected on income tax returns. The use of the donation tax credit has increased in recent years but is currently near the annual program cap of \$10 million for contributions. The use of the withdrawal tax credit has varied between \$100,000 and \$200,000 per year. These estimates are based on the assumption that the future use of these tax credits will continue at roughly the same levels. Further analysis will be conducted 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