

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

**Bill Number: SB 212
Revenue Area: Income Taxes
Economist: Chris Allanach
Date: 4/9/2015**

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

Measure Description: Moves the sunset date for the contributions to the Office of Child Care tax credit from January 1, 2016 to January 1, 2022 and increases the annual program cap from \$500,000 to \$2.5 million.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2015-16	2016-17	2015-17	2017-19	2019-21
General Fund	\$0	-\$2.5	-\$2.5	-\$5.0	-\$5.0

Impact Explanation: The preliminary revenue impact provided here is based on the historical use of the tax credit as reported on tax returns. The tax credit program has been fully subscribed under the annual cap of \$500,000. The estimates provided here are based on the assumption that the cap would continue to be reached under a program extension and expansion. However, there are several tax credits available to taxpayers searching to reduce their tax liability. The state could be approaching a point of market saturation with respect to such tax credits. 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