

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

Bill Number: SB 51
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 of the tax credit for eligible withdrawals from Individual Development Accounts 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
General Fund	\$0	-\$0.1	-\$0.1	-\$0.3	-\$0.3

Impact Explanation: The preliminary revenue impact provided here is based on the historical use of the tax credit as reported on tax returns. Between tax years 2006 and 2012, the number of tax credit claimants increased an average of 32 percent while the amount claimed increased an average of seven percent. The amount of tax credits used to reduce tax liability ranged from \$50,000 to \$170,000 per year. The estimates provided here are based on the average amount of tax credits used per 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