

HB 3066 STAFF MEASURE SUMMARY

Senate Committee On Human Services

Prepared By: Matt Doumit, LPRO Analyst

Meeting Dates: 5/15

WHAT THE MEASURE DOES:

Modifies child care contribution tax credit program. Repeals advisory committee. Revises statement of program purpose. Specifies one purpose of program is to improve professional development of child care providers. Permits Office of Child Care to determine portion of distributions to child care providers without rulemaking. Takes effect 91st day after sine die.

FISCAL: No Expenditure Impact

REVENUE: No Revenue Impact

ISSUES DISCUSSED:

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

The Office of Child Care (OCC) is part of the Early Learning Division in the Oregon Department of Education. The OCC licenses, inspects, and assesses complaints against child care facilities and provides technical assistance to child care providers. The child care contribution tax credit was established in 2003 and is a credit against corporate or personal income tax for contributions to OCC. The purpose of the credit is to help to stabilize child care provider wages, encourage professional development, and improve quality of care for children. The tax credit sunsets December 21, 2021. In 2015, House Bill 2171 modified the tax credit by repealing community agencies and the use of tax credit marketers. However, that measure did not fully repeal all unnecessary statutory language.

House Bill 3066-A clarifies the child care contribution tax credit program by removing provisions referring to collaboration with an advisory committee. It repeals statutes relating to the creation, duties, and requirements for community agencies.