

HB 2386 STAFF MEASURE SUMMARY

House Committee On Revenue

Prepared By: Kyle Easton, Economist

Meeting Dates: 2/28

WHAT THE MEASURE DOES:

Creates personal income tax credit available to licensed teachers employed, for at least 600 hours during the tax year, at a school located in a rural area as defined. Specifies amount of credit to equal \$3,000, \$4,000 or \$5,000 as determined based on school's distance from the largest city within qualified metropolitan statistical area. Makes credit available for tax years 2020 through 2025.

ISSUES DISCUSSED:

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

For purposes of measure, ORS 285C.350 defines "rural area" as an area in the state that is not within the urban growth boundary of a city with a population of 30,000 or more. Oregon has eight metropolitan statistical areas: Albany, Bend-Redmond, Corvallis, Eugene, Grants Pass, Medford, Portland-Vancouver-Hillsboro and Salem.