

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
80th Oregon Legislative Assembly
2019 Regular Session
Legislative Revenue Office

Bill Number:	HB 2134 - 3
Revenue Area:	Personal Income Tax
Economist:	Kyle Easton
Date:	4/1/2019

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

Measure Description:

Extends sunset of personal income tax credit for political contributions from January 1, 2020 to January 1, 2026. Applicable beginning tax year 2020, modifies limitation of tax credit to fifty percent of total contribution, down from one hundred percent under current law. The two other existing law credit limitations remain unchanged at: \$100 on a joint return or \$50 on any other type of return, or the tax liability of the taxpayer.

Revenue Impact:

See impact explanation.

Impact Explanation:

The estimated change in revenue resulting from extending the sunset of the tax credit is estimated at -\$6.7 million in 2019-21 and -\$12.7 million in 2021-23. Modifying the credit to equal fifty percent of total contribution could potentially decrease cost of extending the sunset of the credit. This measure has a subsequent referral to the House Committee on Revenue, a full revenue impact statement will be developed for that committee.

Creates, Extends, or Expands Tax Expenditure: Yes No

Further Analysis Required