

**FISCAL IMPACT OF PROPOSED LEGISLATION**

80th Oregon Legislative Assembly – 2019 Regular Session  
Legislative Fiscal Office

**Measure: HB 3357**

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

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Reviewed by: John Borden  
Date: 5/22/2019

**Measure Description:**

Allows dependent care income tax credit to be claimed for expenses to allow taxpayer or spouse to attend school as enrolled degree-seeking student.

**Government Unit(s) Affected:**

Department of Revenue (DOR)

**Analysis:**

This fiscal impact statement is submitted to transmit the measure from the House Committee on Revenue to the Joint Committee on Tax Expenditures.

The measure would modify provisions of the working family household and dependent care income tax credit. It would allow the credit to be claimed for expenses to allow the taxpayer or taxpayer’s spouse to attend school as an enrolled student seeking a degree. The measure would limit expenses to a combination of earned income taxable by Oregon and imputed income, using the lesser amount attributable to either spouse on a joint return. It would apply a calculation based on imputed income to allow a degree-seeking student to claim the credit. The measure would apply to tax years beginning on or after January 1, 2019 and before January 1, 2022. It would take effect 91 days after the Legislative Assembly adjourns *sine die*.

The measure is anticipated to have an impact on the Department of Revenue.

A more complete fiscal analysis on the measure will be prepared as the measure is considered in the Joint Committee on Tax Expenditures.

**Further Analysis Required**