

HB 2235 STAFF MEASURE SUMMARY
Senate Committee On Finance and Revenue

Carrier: Sen. Hass

Action Date: 04/09/19
Action: Do pass.
Vote: 3-0-2-0
Yeas: 3 - Hass, Riley, Taylor
Exc: 2 - Bentz, Boquist
Fiscal: No fiscal impact
Revenue: No revenue impact
Prepared By: Kyle Easton, Economist
Meeting Dates: 4/9

WHAT THE MEASURE DOES:

Allows refund of personal income tax to be made by direct deposit into account designated by taxpayer. Takes effect on 91st day following adjournment sine die.

ISSUES DISCUSSED:

- Accounts must be able to accept Automated Clearing House (ACH) direct deposit
- Provides option for taxpayers to select OregonSaves or other retirement savings accounts as destinations for their personal income tax refund deposits.

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

ORS 305.762 specifies that a refund of personal income tax shall be made by direct deposit into an account designated by the taxpayer at a bank or other financial institution. Examples of other taxpayer specifications of a refund include: all or a portion of a refund to a qualified higher education 529 savings account, eligible charities through the charitable checkoff program, political parties and the State School Fund in connection to a taxpayers "kicker" refund credit.