

Senate Bill 71

Sponsored by Senator FINDLEY, Representative OWENS; Senator KNOPP (Presession filed.)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Creates Oregon personal income tax subtraction for child care expenses paid by taxpayer during tax year.

Applies to tax years beginning on or after January 1, 2023, and before January 1, 2029.

Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to income tax deductions for child care expenses; and prescribing an effective date.

3 **Be It Enacted by the People of the State of Oregon:**

4 **SECTION 1. Section 2 of this 2023 Act is added to and made a part of ORS chapter 316.**

5 **SECTION 2. (1) As used in this section:**

6 (a) "Child care expenses" has the meaning given that term in ORS 315.262.

7 (b) "Qualifying child" has the meaning given that term in section 152(c) of the Internal
8 Revenue Code.

9 (2) There shall be subtracted from federal taxable income any amount of child care ex-
10 penses paid by a taxpayer for care of a qualifying child during the tax year.

11 (3) A subtraction may not be allowed under this section for any amount that for the tax
12 year is:

13 (a) Allowed as a credit under ORS 315.262; or

14 (b) Taken into account as a deduction on the taxpayer's federal income tax return.

15 **SECTION 3. Section 2 of this 2023 Act applies to amounts received in tax years beginning
16 on or after January 1, 2023, and before January 1, 2029.**

17 **SECTION 4. This 2023 Act takes effect on the 91st day after the date on which the 2023
18 regular session of the Eighty-second Legislative Assembly adjourns sine die.**

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NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.