

Submitter: Lisa Bertash  
On Behalf Of:  
Committee: Joint Committee On Ways and Means  
Measure, Appointment or Topic: HB5006

Re: Individual Development Accounts (IDAs)  
Co-Chairs Lieber and Sanchez and Members of the Joint Committee on Ways and Means:

I am writing on behalf of myself to urge you to “Fix the Funding” for Individual Development Accounts (IDAs). Without your action this year, this life-changing program will shrink by 50% and will enroll fewer than 500 Oregonians per year going forward.

In 1999 the Legislature created IDAs and established a state tax credit to fund them. This matched-savings program provides participants with education and individualized support to reach their financial goals, including homeownership, home repair, higher education, purchasing a vehicle, starting a business, and retirement. The state matches participants’ own savings up to 5-to-1 to make their dreams a reality. Over 19,000 Oregonians have participated in this program over the past 25 years.

The Dream Savers IDA program has helped me, a low-income U.S. citizen and an elder, to purchase a good & reliable used car and then, a few years later, IDA enabled me to replace my failing home roof. I’ve learned of other low-income persons being able to start a small business, get much needed dental care or pay for an education.

The Dream Savers IDA program is critical for smaller rural communities who have higher than national average poverty levels, like Klamath and Lake Counties.

Please pass legislation and whatever is necessary to continue governmental support of programs like the aforementioned which assist and support low-income seniors, like me, young families, and young people trying to make a decent life while also helping communities and small businesses in our communities-like KF Roofing, LLC who installed my roof in 2024.

The future of IDAs is at risk, because the tax credit that funds them has not kept pace with inflation. While the credit has been capped at \$7.5M per year since 2009, the cost of everything that IDA participants save for has increased dramatically – especially IDA savers’ two most common goals: homeownership and higher education. Compared with 15 years ago, each saver needs more funds from the program in order to be successful, yet the total funding has remained stagnant.

There are two funding options available to you in the 2025 session: HB 2735 raises the cap on the existing tax credit, from \$7.5M to \$16.5M, in order to fully fund the program. Or, HB 3809 dedicates revenue from the state lottery to supplement the existing \$7.5M tax credit. Either option would return the IDA program to solid financial footing. Please incorporate one of these options into the 2025-2027 state budget and Fix the Funding for IDAs.

Sincerely,  
Lisa Bertash  
Klamath County, OR.