

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
Seventy-Eighth Oregon Legislative
Assembly
2015 Regular Session
Legislative Revenue Office

Bill Number: SB 49
Revenue Area: Income Taxes
Economist: Chris Allanach
Date: 4/9/2015

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

Measure Description: Moves the sunset date for the contributions to the Office of Child Care tax credit from January 1, 2016 to January 1, 2022.

Revenue Impact (in \$Millions):

| | Fiscal Year | | Biennium | | |
|--------------|-------------|---------|----------|---------|---------|
| | 2015-16 | 2016-17 | 2015-17 | 2017-19 | 2019-21 |
| General Fund | \$0 | -\$0.5 | -\$0.5 | -\$1.0 | -\$1.0 |

Impact Explanation: The preliminary revenue impact provided here is based on the historical use of the tax credit as reported on tax returns. Between 2005 and 2012, the number of tax credit claimants grew an average of 11 percent each year. The tax credit has a program cap of \$500,000 and in recent the full amount of tax credits has been issued. The estimates provided here are based on the assumption that the cap would continue to be reached under a program extension. Further analysis will be done when the bill is in the Joint Committee on Tax Credits.

Creates, Extends, or Expands Tax Expenditure: Yes No

The policy purpose of this measure is

Further Analysis Required