

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
80th Oregon Legislative Assembly
2019 Regular Session
Legislative Revenue Office

Bill Number:	HB 3357
Revenue Area:	Personal income tax
Economist:	Kyle Easton
Date:	5/22/2019

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

Measure Description:

Modifies and expands provisions of working family household and dependent care expenses income tax credit. Requires a nonmarried taxpayer to attend school as an enrolled degree seeking student in order to claim credit. For purposes of determining employment-related expenses, limits expenses to the least of: combination of earned income taxable by Oregon and reportable on the taxpayer's return and imputed income, lesser amount attributable to either spouse of the combination of the spouse's imputed income and the spouse's earned income subject to taxation by Oregon. For purposes of calculating credit percentage, provides imputed income for a student claiming the credit. For students with adjusted gross income as a percentage of federal poverty level less than 110 percent, calculates credit to equal greater of: standard credit calculation, or product of: applicable percentage corresponding to an adjusted gross income percentage of 110 percent, multiplied by: lesser of: expenses for care of a qualifying individual or imputed income, and school ratio. Specifies school ratio equal to 100 percent for a month when a student is a full-time student or 70 percent when student is a part-time student. Modifications to credit effective for tax years 2019 through 2021.

Revenue Impact:

This statement is issued solely to facilitate the referral of this measure to the Joint Committee on Tax Expenditures.

Impact Explanation:

This measure has a subsequent referral to the Joint Committee on Tax Expenditures. A full revenue impact statement will be developed for that committee.

Creates, Extends, or Expands Tax Expenditure: Yes No

Further Analysis Required