

House Bill 2737

Sponsored by Representative LEIF (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 subtraction from federal taxable income for amounts received as AmeriCorps national service educational awards, for personal income taxpayers.

Applies to amounts received in tax years beginning on or after January 1, 2021.

Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to income tax subtractions for national service educational awards; and prescribing an ef-
3 fective date.

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

5 **SECTION 1. Section 2 of this 2021 Act is added to and made a part of ORS chapter 316.**

6 **SECTION 2. (1) There shall be subtracted from federal taxable income amounts received**
7 **as a national service educational award under 42 U.S.C. 12602, following completion of the**
8 **required term of service in 42 U.S.C. 12593(b).**

9 **(2) A subtraction may not be allowed under this section if the amounts described in**
10 **subsection (1) of this section:**

11 **(a) Are not included in the taxpayer's federal gross income for the tax year; or**

12 **(b) Are taken into account as a deduction on the taxpayer's federal income tax return**
13 **for the tax year.**

14 **SECTION 3. Section 2 of this 2021 Act applies to amounts received in tax years beginning**
15 **on or after January 1, 2021.**

16 **SECTION 4. This 2021 Act takes effect on the 91st day after the date on which the 2021**
17 **regular session of the Eighty-first 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.