

LD 1712 An Act to Amend the Amount of Child Care Tax Credit

Bill Sponsor: Rep. Jill Conover

Referred to: Taxation

Committee vote: ONTP

SUMMARY

LD 1712 proposed to increase the allowable income tax deduction for child care expenses to 100% of the credit allowed under federal law. Current state law allows for a 25% deduction. This bill also proposed to remove the \$500 cap on the amount of this refund.

Supporters stated that this bill would offset the cost of child care for working families and encourage employers to increase their level of responsibility for assisting employees in meeting this need. Additionally, supporters state that middle to lower income families often owe less in taxes and are not able to realize the full benefit of the child care cost deduction.

General Fund cost: Undetermined

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