

2010 College Savings State Tax Deduction Increase

The allowable annual State tax deduction for contributions to an Oregon 529 college savings plan for tax year 2010 is:

Joint Filers \$4,180
All Others \$2,090

The 2009 deduction was \$4,170 for joint filers and \$2,085 for all others.

This increase was calculated by the Oregon Department of Revenue pursuant to ORS 316.699(3)(a) & (b):

(a) The Department of Revenue shall annually adjust the maximum subtraction allowable under this section according to the cost-of-living adjustment for the calendar year. The department shall make this adjustment by multiplying the amount in subsection (2) of this section by the percentage (if any) by which the monthly averaged U.S. City Average Consumer Price Index for the 12 consecutive months ending August 31 of the prior calendar year exceeds the monthly averaged U.S. City Average Consumer Price Index for the 12 consecutive months ending August 31, 2007.

(b) As used in this subsection, "U.S. City Average Consumer Price Index" means the U.S. City Average Consumer Price Index for All Urban Consumers (All Items) as published by the Bureau of Labor Statistics of the United States Department of Labor.