2007 Regular Legislative Session
FISCAL ANALYSIS OF PROPOSED LEGISLATION
Prepared by the Oregon Legislative Fiscal Office

MEASURE NUMBER: SB 653 **STATUS:** Original
SUBJECT: Providing property tax exemption to an exempt entity subleasing property from a taxable owner
GOVERNMENT UNIT AFFECTED: County Tax and Assessment Programs, Oregon Department of Revenue
PREPARED BY: Adrienne Sexton
REVIEWED BY: Dallas Weyand
DATE: April 3, 2007

	2007-2009	2009-2011
EXPENDITURES:		
See Comments.		

EFFECTIVE DATE: January 1, 2008

GOVERNOR'S BUDGET: This bill is not anticipated by the Governor's recommended budget.

LOCAL GOVERNMENT MANDATE: This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

COMMENTS: The measure would provide a real or personal property tax exemption to an exempt entity, if the property is subleased from a taxable owner. The Legislative Fiscal Office (LFO) is not able to determine the quantifiable fiscal impact on thirty-six counties' taxation and assessment programs to identify subject property and incorporate information into county systems, but LFO assumes there would be some workload created by the measure at the same time a county's revenue stream is reduced. LFO also notes that other measures are pending before this Legislative Assembly that would affect personal or property tax exemptions, and the cumulative impact of multiple enactments cannot be determined at this time.

There is a minimal fiscal impact on the Department of Revenue from this measure, but LFO will monitor the cumulative impact of multiple bills.