

REVENUE IMPACT OF PROPOSED LEGISLATION

74th Oregon Legislative Assembly
2007 Regular Session
Legislative Revenue Office

Bill Number:	HB 2095-A
Revenue Area:	Property Tax
Economist:	Mary Ayala
Date:	March 6, 2007

Measure Description:

Allows housing authorities to finance, develop, own , manage, or operate a mixed income housing project. Allows housing authorities to form, finance, have a nonstock interest in, manage or operate partnerships, non-profit corporations and limited liability companies. Replaces annual report requirement with an annual independent audit requirement. Changes method for proving proper appointment of housing authority commissioner . Changes existing definitions and adds new definitions.

Revenue Impact:

	2007-08	2008-09	2007-09 Biennium	2009-11 Biennium
State General Fund				
State Other Funds				
Local Government	-\$14,517	-\$14,517	-\$29,034	-\$29,034
Local School Districts	-\$10,483	-\$10,483	-\$20,960	-\$20,960

Impact Explanation:

ORS 307.092 currently provides an exemption for property leased or under lease purchase by a housing authority, including property of a partnership. HB2095A extends the exemption to include nonprofit organizations and LLCs. However, since non-profits and LLCs may also be partnerships, and since there is tax-avoidance mechanism already in place under current law if a partnership is formed, the revenue impact associated with extending the definition to include non-profits and LLCs should be negligible (i.e., <\$50,000 per biennium).

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