

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
74th Oregon Legislative Assembly
2007 Regular Session
Legislative Revenue Office

Bill Number:	HB 2237-A
Revenue Area:	Property Tax
Economist:	Mary Ayala
Date:	March 12, 2007

Measure Description: Section 1 eliminates the annual filing requirement for a veteran's exemption, not to exceed \$15,000 on the assessed value of homestead or personal property if three conditions are satisfied. First, a war veteran must have been granted the homestead exemption defined in ORS 307.250 in the previous year. Second, the war veteran claiming the exemption must satisfy the requirements for having disabilities of 40% or more, or a surviving spouse must continue to meet the qualifications for the exemption as defined in ORS 307.250 (1) (c). Third, the ownership and use of the homestead or personal property and all other qualifying conditions of the property must remain unchanged. Effective on or after July 1, 2008. Section 5 changes ORS 307.270's maximum exemption amount to conform to the \$15,000 exemption that is granted under the provisions of ORS 307.250. Effective upon becoming law.

Revenue Impact:

	2007-08	2008-09	2007-09 Biennium	2009-11 Biennium
State General Fund	0	0	0	0
State Other Funds	0	0	0	0
Local Government	-\$9,088	-\$9,088	-\$18,125	-\$18,125
Local School Districts	-\$6,562	-\$6,562	-\$13,175	-\$13,175

Impact Explanation: 37,000 disabled veterans will qualify for this exemption FY0709 for an estimated expenditure of \$31.3 million. Assume that less than .1% of otherwise qualified veterans will fail to file annually for their exemptions, thereby losing their exemptions until such time as they file for them as required by current law.