

**A-Engrossed**  
**House Bill 3046**

Ordered by the House May 16  
Including House Amendments dated May 16

Sponsored by COMMITTEE ON REVENUE

**SUMMARY**

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

Creates exemption for natural gas pipeline extension projects receiving moneys from Oregon Unified International Trade Fund.

Applies to tax years beginning on or after July 1, 2007.

Takes effect on 91st day following adjournment sine die.

**A BILL FOR AN ACT**

1  
2 Relating to property tax exemption for natural gas pipeline extension projects; and prescribing an  
3 effective date.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1. (1) Property used for a natural gas pipeline extension project is exempt from**  
6 **ad valorem property taxation if:**

7 (a) **The project receives or has received moneys from the Oregon Unified International**  
8 **Trade Fund to pay any portion of the project;**

9 (b) **The length of the pipeline, including additions or improvements, does not exceed 115**  
10 **miles; and**

11 (c) **The owner of the property is a local government, as defined in ORS 174.116.**

12 (2) **The exemption under this section applies to all property used for the project, real and**  
13 **personal, tangible and intangible.**

14 (3) **Notwithstanding ORS 307.110 or 308.505 to 308.665 or any other provision of state law,**  
15 **property that is exempt under this section is not disqualified from exemption if a person**  
16 **other than the owner:**

17 (a) **Holds a lease, sublease or other interest in the exempt property; or**

18 (b) **Holds, manages or uses any portion of the project.**

19 **SECTION 2. Section 1 of this 2007 Act applies to property tax years beginning on or after**  
20 **July 1, 2007.**

21 **SECTION 3. This 2007 Act takes effect on the 91st day after the date on which the reg-**  
22 **ular session of the Seventy-fourth Legislative Assembly adjourns sine die.**

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**NOTE:** Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted.  
New sections are in **boldfaced** type.