

A-Engrossed
Senate Bill 151

Ordered by the Senate April 10
Including Senate Amendments dated April 10

Printed pursuant to Senate Interim Rule 213.28 by order of the President of the Senate in conformance with pre-session filing rules, indicating neither advocacy nor opposition on the part of the President (at the request of Governor Theodore R. Kulongoski for Economic and Community Development Department)

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.

Extends sunset date for enterprise zone program from June 30, 2009, to June 30, [2021] **2013**.
Directs Oregon Economic and Community Development Commission to report to Legislative Assembly regarding evaluation of enterprise zone performance and related tax incentives.

A BILL FOR AN ACT

1
2 Relating to enterprise zone program; creating new provisions; and amending ORS 285C.255 and
3 285C.406.

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

5 **SECTION 1.** ORS 285C.255 is amended to read:

6 285C.255. (1) Notwithstanding any other provision of ORS 285C.050 to 285C.250:

7 (a) An area may not be designated as an enterprise zone after June 30, [2009] **2013**;

8 (b) A business firm may not obtain authorization under ORS 285C.140 after June 30, [2009]
9 **2013**; and

10 (c) An enterprise zone, except for a reservation enterprise zone, that is in existence on June 29,
11 [2009] **2013**, is terminated on June 30, [2009] **2013**.

12 (2) Notwithstanding subsection (1) of this section:

13 (a) A reservation enterprise zone may be designated under ORS 285C.306 after June 30, [2009]
14 **2013**; and

15 (b) A business firm may obtain authorization under ORS 285C.140 after June 30, [2009] **2013**:

16 (A) If located in a reservation enterprise zone; or

17 (B) As allowed under ORS 285C.245 (1)(b).

18 **SECTION 2.** ORS 285C.406 is amended to read:

19 285C.406. In order for a taxpayer to claim the property tax exemption under ORS 285C.409 or
20 a corporate excise or income tax credit under ORS 317.124:

21 (1) The written agreement between the business firm and the rural enterprise zone sponsor that
22 is required under ORS 285C.403 (3)(c) must be entered into prior to the termination of the enterprise
23 zone under ORS 285C.245; and

24 (2) The business firm must obtain certification under ORS 285C.403 on or before June 30,
25 [2009] **2013**.

26 **SECTION 3.** (1) **Prior to February 1, 2009, the Oregon Economic and Community Devel-**

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.

1 **opment Commission shall submit to the Seventy-fifth Legislative Assembly a report that**
2 **evaluates the performance of enterprise zones and related tax incentives under ORS 285C.050**
3 **to 285C.250.**

4 **(2) The report may include, but is not limited to, evaluations of:**

5 **(a) The cost-benefit analysis of the effects on the state and local economy, public finance**
6 **and services and other matters associated with actual business firms receiving the incen-**
7 **tives, including but not limited to assessing the degree to which the incentives are signif-**
8 **icantly affecting investments and employment in the enterprise zones; and**

9 **(b) The statistical change in measures of local economic hardship over time for commu-**
10 **nities associated with enterprise zones.**

11 **(3) Under the direction of the commission, the Economic and Community Development**
12 **Department shall retain the services of one or more outside experts to perform the evalu-**
13 **ations described in this section or to review the results of the evaluations.**

14 **(4) The commission shall share preliminary results of the evaluations with interested**
15 **parties and consider ways to incorporate comments received into the report submitted to the**
16 **Legislative Assembly under subsection (1) of this section.**

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