## 2009 Regular Legislative Session FISCAL ANALYSIS OF PROPOSED LEGISLATION Prepared by the Oregon Legislative Fiscal Office

MEASURE NUMBER: SB 192 STATUS: A Engrossed

**SUBJECT:** Historic property tax incentives

**GOVERNMENT UNIT AFFECTED:** Department of Parks and Recreation, Department of Revenue

and Counties

**PREPARED BY:** Dawn Farr **REVIEWED BY:** Susie Jordan

**DATE:** June 2, 2009

<u>2009-2011</u> <u>2011-2013</u>

## **EXPENDITURES:**

See Comments.

## **REVENUES:**

See Comments.

**EFFECTIVE DATE:** 91<sup>st</sup> Sine die.

**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 bill modifies provisions related to historic preservation tax incentives; modifies application process and application fees; modifies number of applicable property tax years from 15 to 10 years; continues program sunset to July 1, 2020; and modifies number of members of the Historic Assessment Review Committee.

The Department of Parks and Recreation indicates that the bill will impact the amount of revenues received from applications for historic property special assessments. Without the bill, the program would sunset on July 1, 2010 which would result in a loss of revenue of approximately \$210,000 for the 2009-11 biennium assuming that biennial revenues from application fees of \$420,000. The bill continues the program through July 1, 2020 with a reduced application fee. The Department anticipates receiving \$142,046 in 2009-11 and \$136,755 Other Funds revenue for 2011-13 biennia. Revenues from application fees cover administration of the program with any remaining revenues available for historic program grants. The Department anticipates that the reduced revenues will not impact the ability of the Department to cover associated program expenditures.

The Department of Revenue anticipates no fiscal impact associated with the bill.

The Association of Oregon Counties indicates that the fiscal impact on county assessors is expected to be minimal.