

**REVENUE IMPACT OF
PROPOSED LEGISLATION
75th Oregon Legislative Assembly
2009 Regular Session
Legislative Revenue Office**

Bill Number:	HB 2014 A
Revenue Area:	School Finance
Economist:	Steve Meyer
Date:	4/17/09

Measure Description:

Requires collection of school district construction taxes by a government entity including a state agency or official that issues a permit for structural improvements. Exempts construction of nonprofit long term and residential care facilities and nonprofit continuing care retirement communities. Increases maximum administrative collection fee allowed from one percent to 4 percent of tax revenue. Allows the Department of Consumer and Business Services to establish an administrative fee of 0.25% of tax revenue only for the 2009-11 biennium within the 4%. Clarifies collection to be at time permit is issued to increase square footage. Applies to construction taxes on or after the effective date. Takes effect on the 91st day after adjournment sine die.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2009-10	2010-11	2009-11	2011-2013	2013-2015
School Districts	\$ +/-	\$ +/-	\$ +/-	\$ +/-	\$ +/-
ESDs	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total	\$	\$	\$	\$	\$

Impact Explanation:

Increases construction tax revenue if school districts adopt the tax in areas where an entity refused to collect the tax or a state agency issues construction permits. Reduces construction tax revenue for school districts if newly exempt property is constructed in the district or if a district's collection costs increase up to 4% of tax revenue.

Creates, Extends or Expands Tax Expenditure: Yes No

Expands school district construction tax expenditure by adding statewide exemption for construction of nonprofit long term and residential care facilities and nonprofit continuing care retirement communities.