

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

Bill Number: HB 2646  
Revenue Area: Property Tax  
Economist: Dae Baek  
Date: March 2, 2009

**Measure Description:** Extends the farmland special assessment to hybrid poplar plantations from 12<sup>th</sup> year to 20<sup>th</sup> year.

**Revenue Impact (in \$Millions):**

	Fiscal Year		Biennium		
	2009-10	2010-11	2009-11	2011-2013	2013-2015
State Funds	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Local Government	Minimal*	Minimal*	Minimal*	Minimal*	Minimal*
Local School Districts	Minimal*	Minimal*	Minimal*	Minimal*	Minimal*

\*Minimal indicates revenue loss of less than \$50,000.

**Impact Explanation:** This is an initial estimate of revenue impact based on the assumption that affected parties will opt for the best possible solution when disqualified from farmland special assessment. Even without extension, hybrid poplar growers can apply and qualify for other forms of special assessment.

**Creates, Extends, or Expands Tax Expenditure: Yes**

Land used for exclusively for farming may be specially assessed at its value for farm use instead of its value in its highest and best use. Currently hybrid poplar plantations qualify for farm use special assessment for up to 12 years of rotation cycle.