

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

**Bill Number:** SB 3056 B  
**Revenue Area:** Property Tax  
**Economist:** Dae Baek  
**Date:** June 1, 2009

**Measure Description:** Amends statutes relating to urban renewal plans and the maximum amount of indebtedness that may be issued or incurred under a plan. Establishes a mechanism for an urban renewal agency to limit collection of taxes either for a single fiscal year or in the future. Allows an urban renewal agency to notify the assessor to collect the maximum division of taxes for newly approved urban renewal plans and substantially amended plans. Excludes any gap bond levy for Portland school district from the consolidated billing rate in calculating the division of tax.

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

	Fiscal Year		Biennium		
	2009-10	2010-11	2009-11	2011-2013	2013-2015
Portland Development Commission	-\$0.16	-\$0.17	-\$0.33	-\$0.35	-\$0.37
Portland School District	\$0.16	\$0.17	\$0.33	\$0.35	\$0.37
<b>Total</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>

**Impact Explanation:** While this bill establishes a mechanism for an urban renewal agency to limit collection of taxes either for a single fiscal year or in the future, an immediate revenue shifting occurs when a gap levy for Portland Public Schools (PPS) is excluded from the consolidated billing rate in calculating the division of tax. This means that if this bill is enacted, based on the billing rates for FY 2008-09 in relation to overlapping areas between the Portland Development Commission (PDC) and PPS, PDC will collect \$164,000 less from the division of tax. PPS will keep this amount.

**Creates, Extends, or Expands Tax Expenditure:** Yes  No