

75TH OREGON LEGISLATIVE ASSEMBLY – 2010 Special Session MEASURE: HB 3612 A
STAFF MEASURE SUMMARY CARRIER: Rep. Buckley
HOUSE REVENUE COMMITTEE

REVENUE: Revenue Impact Issued

FISCAL: Fiscal Impact Issued

Action: Do Pass as Amended and be Printed Engrossed

Vote: 8-0-2

Yeas: Bailey, Bentz, Berger, Bruun, Gelser, Riley, Sprenger, Barnhart

Nays: 0

Exc.: Kahl, Read

Prepared By: Dae Baek, Economist

Meeting Dates: 2/9, 2/10, 2/12

WHAT THE BILL DOES: Allows payment of additional property taxes one tax year at a time when property taxes are added to an assessment or tax roll due to correction of error in prior tax years. Allows payment in chronological order with the additional taxes for the earliest tax year added to the tax year following the tax year in which correction is made. Leaves current practice intact for roll corrections of centrally assessed properties. Allows prepayment. Applies to roll corrections made on or after the effective date of this bill. Takes effect on the 91st day after adjournment sine die.

ISSUES DISCUSSED:

- Undetermined cost involved in programming change and administration
- Retroactive applicability to roll corrections
- Necessity and urgency of changing payment schedule
- Treatment of discount and delinquent interest on corrected rolls

EFFECT OF COMMITTEE AMENDMENTS: Replaces the original bill and accomplishes the bill description above.

BACKGROUND: Currently when property taxes are added to an assessment or tax roll due to correction of error or omission of property in prior tax years, all the additional taxes are to be paid in the tax year following the tax year in which the correction is made.

In 2007-09, roll corrections due to correction of error or omission averaged \$5 million a year. While this bill allows payment of additional property taxes one tax year at a time when property taxes are added to an assessment or tax roll due to correction of error, it keeps the current practice for correction of omitted property and centrally assessed property.