

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
75th Oregon Legislative Assembly
2010 Special Session
Legislative Revenue Office

Bill Number: HB 3609
Revenue Area: Property Tax
Economist: Dae Baek
Date: Feb. 15, 2010

Measure Description: Allows the sponsor of an enterprise zone, under certain severe economic conditions, to relax minimum employment requirement and to extend eligible period of property tax exemption of qualified property up to two additional years. Applies to property tax years beginning on or after July 1, 2009.

Revenue Impact (in \$Millions): Minimal*

*Minimal means revenue impact of less than \$50,000.

Impact Explanation: When an enterprise zone business qualifies for up to two additional years of property exemption, the lifetime property tax obligation of the business is expected to stay roughly the same over expanded eligibility period. However, the property tax payment stream may change. While the business will have to pay property taxes in the first year of disqualification, it could regain eligibility in the following years.

Creates, Extends, or Expands Tax Expenditure: Yes No

Extends eligible period of property tax exemption of qualified property for a certain enterprise zone business up to two additional years