

MEASURE: HB 2563-5
EXHIBIT: B
HOUSE REVENUE COMMITTEE
DATE: 6/8/2011 PAGES: 1
SUBMITTED BY: CHRISTINE BRONIAK

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
Seventy-Sixth Oregon Legislative
Assembly 2011 Regular Session
Legislative Revenue Office

Bill Number: **HB 2563 - 5**
Revenue Area: **Property Tax**
Economist: **Christine Broniak**
Date: **6/7/11**

Measure Description:

Adjusts sunset dates for the property tax exemption on food processing equipment from July 1, 2011 to July 1, 2013.

Revenue Impact (in \$Millions): The food processing equipment property tax exemption has an impact of \$2,000,000 in loss in 2011-13 for county and local taxing districts. There is a shift of \$400,000 during this same time period.

Impact Explanation:

The extension of the food processing property tax exemption would extend the exemption period from the beginning to the end of 2011-13. No interest would be paid to taxpayers owning eligible food processing equipment on any subsequent roll corrections that apply this exemption.

Creates, Extends, or Expands Tax Expenditure: Yes No

The policy purpose of this measure is to encourage continued operation and expansion of the food processing industry in this state due to its significant contributions to the economy and its importance in supporting and maintaining a high level of agricultural diversity.