

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

Bill Number: HB 2354
Revenue Area: Property Tax
Economist: Christine Broniak
Date: 4/5/11

Measure Description:

Extends sunset date for property tax exemption for tax-exempt corporation low income housing from tax years beginning before July 14, 2014 to tax years beginning before July 1, 2027.

Revenue Impact (in \$Millions):

| | 2011-13 | 2013-15 |
|---|---------|--|
| Impact to County and Local Taxing Districts | \$0 | Loss: (\$7.15 million) Shift: \$1.5 million |

Impact Explanation:

If the measure were not passed, this property tax exemption would sunset for the 2014-15 tax year. No exemptions would be allowed under this statute, and revenues would increase by \$7.15 million. By extending this sunset, the measure has a negative revenue impact beginning in the second half of the 2013-15 biennium.

Creates, Extends, or Expands Tax Expenditure: Yes No

The policy purpose of this measure is to encourage the provision of housing for low income individuals by nonprofit organizations. The purpose is also to reduce the cost of this housing to these individuals as well as provide this type of housing in areas where it would not otherwise be available.