

**76TH OREGON LEGISLATIVE ASSEMBLY
STAFF MEASURE SUMMARY
HOUSE REVENUE COMMITTEE**

**MEASURE: HB 2563 A
CARRIER: Rep. Berger**

**REVENUE: Revenue Impact Issued
FISCAL: Minimal Fiscal Impact**

Action: Do Pass as Amended and be printed Engrossed
Vote: 6-0-2
Yeas: Bailey, Brewer, Gelser, Read, Barnhart, Berger
Nays: 0
Exc.: Bentz, Wand

Prepared By: Christine Broniak, Economist
Meeting Dates: 6/1, 6/8

WHAT THE BILL DOES: Extends the sunset on property tax exemptions for food processing equipment from July 1, 2011 to July 1, 2013. If this exemption causes the refunding of taxes, the measure does not require interest on repayments

ISSUES DISCUSSED:

- Businesses that would benefit from food processing property tax exemption

EFFECT OF COMMITTEE AMENDMENTS: Extends the property tax exemption for food processing equipment. Excludes any refunds due to this exemption that come from a subsequent roll correction from including interest to taxpayers at the time that they are applied.

BACKGROUND: It is possible that assessors will refund taxes paid on qualifying food processing property in a subsequent roll correction, as applications for tax year 2011-12 were due in March and were not collected due to anticipation of this sunset date. For this reason, the measure includes the provision that interest is not owed on any refunds due to roll corrections applying this exemption.