

House Bill 2543

Ordered printed by the Speaker pursuant to House Rule 12.00A (5). Pre-session filed (at the request of House Interim Committee on Revenue)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Increases interest rate on amounts of property taxes advanced to counties for tax-deferred property to eight percent per annum.

Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to tax deferral programs; creating new provisions; amending ORS 311.674; and prescribing
3 an effective date.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1.** ORS 311.674 is amended to read:

6 311.674. (1) If eligibility for deferral of homestead property is established as provided in ORS
7 311.666 to 311.701, the Department of Revenue shall notify the county assessor and the county
8 assessor shall show on the current ad valorem assessment and tax roll which property is tax-
9 deferred property by an entry clearly designating such property as tax-deferred property.

10 (2) When requested by the department, the tax collector shall send to the department as soon
11 as the taxes are extended upon the roll the tax statement for each tax-deferred property.

12 (3) Interest shall accrue on the actual amount of taxes advanced to the county for the tax-
13 deferred property at the rate of [*six*] **eight** percent per annum.

14 (4) For property taxes deferred after October 3, 1979, the state liens provided by ORS 311.673
15 and 311.679 and recorded under ORS 311.675 shall be for the actual amount of taxes advanced to the
16 counties and not for the gross amount of taxes for which the property would be liable as shown on
17 the tax statement for each tax-deferred property. For taxes deferred prior to October 3, 1979, the
18 lien under ORS 311.673 is for the gross amount of taxes extended upon the tax roll against each
19 tax-deferred property and interest shall continue to accrue on the gross amount of taxes rather than
20 on the actual amount of taxes paid to the county.

21 **SECTION 2.** **The amendments to ORS 311.674 by section 1 of this 2011 Act apply to in-**
22 **terest that accrues on taxes advanced to counties for tax-deferred property on or after the**
23 **effective date of this 2011 Act.**

24 **SECTION 3.** **This 2011 Act takes effect on the 91st day after the date on which the 2011**
25 **session of the Seventy-sixth Legislative Assembly adjourns sine die.**

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NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted. New sections are in **boldfaced** type.