

A-Engrossed
House Bill 2563

Ordered by the House June 8
Including House Amendments dated June 8

Introduced and printed pursuant to House Rule 12.00. 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.

[Creates and adjusts sunset dates for certain exemptions to property taxation. Adjusts certain other dates relating to exemptions to property taxation.]

Extends sunset date for first year of exemption from ad valorem property taxation for qualified machinery and equipment of food processor. Allows late filing for exemption for tax year beginning on July 1, 2011, upon submission of application, required information and late filing fee. Authorizes abatement of tax and interest if tax on exempt value is unpaid at time of late filing and refund without interest if tax on exempt value is paid at time of late filing.
Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

Relating to exemptions to property taxation; creating new provisions; amending section 7, chapter 637, Oregon Laws 2005; and prescribing an effective date.

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

SECTION 1. Section 7, chapter 637, Oregon Laws 2005, is amended to read:

Sec. 7. *[Notwithstanding section 3 of this 2005 Act,]* Property may not qualify for a first year of exemption under *[section 3 of this 2005 Act]* **ORS 307.455** for a tax year beginning on or after July 1, *[2011]* **2013**.

SECTION 2. (1) **A food processor may apply for exemption under ORS 307.455 for the tax year beginning on July 1, 2011, by submitting to the Department of Revenue on or before December 31, 2011, the application and information required under ORS 307.455 (2)(a) accompanied by the late filing fee required under ORS 307.455 (2)(b).**

(2) If tax on the exempt value has not been paid, the tax and any interest are abated.

(3) If tax on the exempt value has been paid, the tax collector shall notify the governing body of the county of the refund required under ORS 307.455. Upon receipt of notice from the tax collector, the governing body shall cause a refund of the tax and any fee and interest paid to be made from the refund reserve account, if the county has established a refund reserve account under ORS 311.807, or from the unsegregated tax collections account described in ORS 311.385. The refund under this subsection shall be made without interest. The county assessor and tax collector shall make the necessary corrections in the records of their offices.

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

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.