

**PROPOSED AMENDMENTS TO
SENATE BILL 322**

1 On page 2 of the printed bill, delete lines 4 through 35 and insert:

2 **“SECTION 2.** ORS 307.612 is amended to read:

3 “307.612. (1) [*Except as provided under subsection (2) of this section,*]
4 Multiple-unit housing that qualifies for exemption under ORS 307.600 to
5 307.637 [*shall*] **may** be exempt from ad valorem taxation for no more than
6 10 successive years. The first year of exemption [*shall be*] **is** the assessment
7 year beginning January 1 immediately following the calendar year in which
8 construction, addition or conversion is completed, determined by that stage
9 in the construction process when, pursuant to ORS 307.330, the improvement
10 would have gone on the tax rolls in the absence of the exemption provided
11 for in ORS 307.600 to 307.637 or, in the case of multiple-unit housing that is
12 or becomes subject to a low income housing assistance contract, the appli-
13 cation is approved. [*However:*]

14 “[*(a)*] **(2)(a)** The exemption [*shall*] **may** not include the land or any im-
15 provements not a part of the multiple-unit housing[.].

16 **“(b) [*but*] The exemption** may include:

17 **“(A)** Parking constructed as part of the multiple-unit housing con-
18 struction, addition or conversion; **and**

19 **“(B) Commercial property to the extent that the commercial prop-**
20 **erty is a required design or public benefit element of a multiple-unit**
21 **housing construction, addition or conversion approved by an author-**
22 **izing city or county.**

1 “[~~(b)~~] (c) In the case of a structure to which stories or other improve-
2 ments are added or a structure that is converted in whole or in part from
3 other use to dwelling units, only the increase in value attributable to the
4 addition or conversion [*shall*] **may** be exempt from taxation.

5 “[~~(2)~~] (3) **Notwithstanding subsection (1) of this section**, if the
6 multiple-unit housing is or becomes subject to a low income housing assist-
7 ance contract with an agency or subdivision of this state or the United
8 States, the city or county may extend the exemption provided by ORS 307.600
9 to 307.637 through June 30 of the tax year during which the termination date
10 of the contract falls.

11 “[~~(3)(a)~~] (4)(a) The exemption provided by ORS 307.600 to 307.637 [*shall*
12 *be*] **is** in addition to any other exemption provided by law. However, nothing
13 in ORS 307.600 to 307.637 [*shall*] **may** be construed to exempt any property
14 beyond 100 percent of its real market value.

15 “(b) If property is located within a core area and within a light rail sta-
16 tion area or a transit oriented area, or both, and application for exemption
17 under more than one program is made, only the exemption for which appli-
18 cation is first made and approved [*shall*] **may** be granted. If property is
19 granted exemption under ORS 307.600 to 307.637 pursuant to an ordinance
20 or resolution adopted by a city, the property [*shall*] **may** not be granted ex-
21 emption pursuant to an ordinance or resolution adopted by a county. If
22 property is granted exemption under ORS 307.600 to 307.637 pursuant to an
23 ordinance or resolution adopted by a county, the property [*shall*] **may** not
24 be granted exemption pursuant to an ordinance or resolution adopted by a
25 city. Property [*shall*] **may** be granted exemption under ORS 307.600 to
26 307.637 only once.”.

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