

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
Seventy-Seventh Oregon Legislative
Assembly
2013 Regular Session
Legislative Revenue Office

Bill Number: SB 313
Revenue Area: Property Tax
Economist: Christine Broniak
Date: 4/22/2013

*Only Impacts on Original or Engrossed
Versions are Considered Official*

Measure Description:

Provides that maximum assessed value of property equals greater of 103 percent of assessed value from prior year or 103 percent of maximum assessed value from prior year.

Revenue Impact (in \$Millions):

	2013-15	2015-17	2017-19
Counties and Local Taxing Districts	7.13	36.67	78.89
Schools	4.76	24.44	52.59
Total	11.89	61.11	131.49

Impact Explanation:

The measure would increase the maximum assessed value by three percent during the times in which the real market value falls below the maximum assessed value. For a typical property that has the real market value below the maximum assessed value, the measure has the effect of delaying the time when the real market value surpasses the maximum assessed value. The property is therefore taxed on that higher real market value for a longer time. In the future, when the real market value recovers to exceed the maximum assessed value, the maximum assessed value is higher than it would be under current law, resulting in higher taxable values and revenues.

Creates, Extends, or Expands Tax Expenditure: Yes No