

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

**Bill Number: HB 2480 - 1
Revenue Area: Property Tax
Economist: Christine Broniak
Date: 5/6/2013**

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

Measure Description:

Allows counties to set the property tax discount for early payment lower than 3 percent for full payment by the November deadline and lower than 2 percent for two-thirds payment by the November deadline.

Revenue Impact (in \$Millions):

	2013-15	2015-17	2017-19
Counties and Local Taxing Districts	0 to 36.6	0 to 75.6	0 to 77.4
Schools	0 to 24.4	0 to 50.4	0 to 51.6
Total	0 to 61	0 to 126	0 to 129

Impact Explanation:

Annually, around \$122 million in early payment discounts are granted to property taxpayers. It is anticipated that the revenue impact of this measure be between \$0 and \$122 million, depending on how many counties adopt the measure. If the four largest counties in terms of property value adopted a \$0 discount pursuant to this measure, the annual impact would be \$73.1 million. If only the four smaller, highly timber-dependent counties adopted a \$0 discount, the annual impact would be \$5.3 million. For the purposes of this analysis, I assume that between 0 and 50 percent of the discounts are foregone by counties. The measure applies beginning on the tax year beginning July 1, 2014.

Creates, Extends, or Expands Tax Expenditure: Yes No