

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

Bill Number: HB 2632 - 3
Revenue Area: Property Tax
Economist: Christine Broniak
Date: 5/20/2013

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

Measure Description:

Excludes local option taxes from definition of "consolidated billing tax rate" for purposes of computing urban renewal division of taxes for certain urban renewal plans.

Revenue Impact (in \$Millions):

No revenue impact.

Impact Explanation:

The changes made to standard rate urban renewal plans by this measure shift funds from Urban Renewal districts to districts with affected local option levies. It is estimated that plans affected by this measure have an annual revenue of \$115.9 million from excess value. Assuming that these plans have the same proportion of local option revenue to total revenue as that proportion statewide, an estimated \$6.8 million would be shifted annually from Urban Renewal districts to districts with local option taxes, upon full implementation. It is likely this would take up to 10 years, as local option levies adopted before the effective date of the act are still subject to urban renewal division of tax.

Creates, Extends, or Expands Tax Expenditure: Yes No