

FISCAL IMPACT OF PROPOSED LEGISLATION

Measure: HB 2632 - A5

Seventy-Seventh Oregon Legislative Assembly – 2013 Regular Session
Legislative Fiscal Office

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

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Measure Description:

Excludes local option taxes approved after January 1, 2013, from consolidated billing tax rate for purposes of computing urban renewal division of taxes for certain urban renewal plans.

Government Unit(s) Affected:

Cities, Counties, Department of Revenue(DOR), Special Districts

Summary of Expenditure Impact:

Please see analysis

Local Government Mandate:

This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

Analysis:

The measure removes the definition of “consolidated billing tax rate” in one section of statute, substituting a formula for calculating the consolidated billing tax rate of varying urban renewal plans. The measure excludes new local option taxes from some the consolidated billing tax rate of certain urban renewal plans.

In general, the measure has a minimal impact to cities, counties, and the Oregon Department of Revenue. However, Multnomah County reports that due to the specifics of its urban renewal plan, the measure would require reprogramming of the county’s property tax program. The work would be completed through a combination of private contracting for the reprogramming and implementation and testing to be done with both county personnel and contracted services. The cost to complete the work is estimated by Multnomah County to be between \$100,000 and \$300,000.