

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

Bill Number: HB 2489 - A
Revenue Area: Senior Deferral
Economist: Christine Broniak
Date: 3-11-2013

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

Measure Description:

Extends ability to participate in the program for participants who had been disqualified in 2011 solely due to having a reverse mortgage, who had already been in the program, and who had completed an application in 2011.

Makes technical changes to clarify various aspects of the operation of the program, including:

- Clarification that the applicant for the senior deferral program must be 62 years of age on or before April 15th of the year in which the claim is filed
- Clarification that the claim for deferral must be filed between January 1 and April 15th preceding the property tax year for which the deferral is claimed
- Clarification that the grant of deferral can be made for an eligible homestead for an individual who failed to respond to a request for certification of eligibility if the individual reapplies and qualifies in a subsequent year. Removes language that only refers to income as a disqualifying factor as the new language covers all factors that can result in disqualification.
- Clarification that the Department of Revenue may only collect as much as is left from the real market value of the homestead after subtracting the value of all liens prior to the department's.
- Provision for a notification to transferees and a process by which objections to the notice of liability may be handled.

Revenue Impact (in \$Millions):

| | 2013-15 | 2015-17 | 2017-19 |
|---|----------------|----------------|----------------|
| Senior and Disabled Deferral Account | -5.3 | -4.2 | -2.7 |

Impact Explanation: The measure would extend the ability to participate in the Senior and Disabled Property Tax Deferral Program to approximately 1,500 individuals who were disqualified due to having a reverse mortgage. It results in additional tax payment obligations for the program as well as additional repayments in the future by these individuals. The net of these positive and negative revenue effects is above.

Creates, Extends, or Expands Tax Expenditure: Yes No