

**SENATE MINORITY REPORT
AMENDMENTS TO
A-ENGROSSED HOUSE BILL 2227**

May 8

President Courtney:

A minority of your Committee on Finance and Revenue, to whom was referred A-engrossed House Bill 2227, having had the same under consideration, respectfully reports it back with the recommendation that it do pass with the following amendments:

- 1 On page 1 of the printed A-engrossed bill, line 4, after “307.864,” insert “308.250,”.
- 2 On page 14, after line 19, insert:
- 3 “**SECTION 29.** ORS 308.250 is amended to read:
- 4 “308.250. (1) All personal property not exempt from ad valorem taxation or subject to special
- 5 assessment shall be valued at 100 percent of its real market value, as of January 1, at 1:00 a.m. and
- 6 shall be assessed at its assessed value determined as provided in ORS 308.146.
- 7 “(2)(a) If the total assessed value of all taxable personal property required to be reported under
- 8 ORS 308.290 in any county of any taxpayer is less than [~~\$12,500~~] **\$25,000** in any assessment year, the
- 9 county assessor shall cancel the ad valorem tax assessment for property required to be reported
- 10 under ORS 308.290 for that year.
- 11 “(b) If, in a county with a population of more than 340,000, the total assessed value of all man-
- 12 ufactured structures taxable as personal property under ORS 308.875 of any taxpayer is less than
- 13 \$12,500 in any assessment year, the county assessor shall cancel the ad valorem tax assessment for
- 14 the manufactured structures for that year.
- 15 “(3) In any assessment year or years following an assessment year for which taxes are canceled
- 16 under subsection (2)(a) of this section, the taxpayer may meet the requirements of ORS 308.290 by
- 17 filing, within the time required or extended under ORS 308.290, a verified statement with the county
- 18 assessor indicating that the total assessed value of all taxable personal property of the taxpayer
- 19 required to be reported under ORS 308.290 in the county is less than [~~\$12,500~~] **\$25,000**. The state-
- 20 ment shall contain the name and address of the taxpayer, the information needed to identify the
- 21 account and other pertinent information, but shall not be required to contain a listing or value of
- 22 property or property additions or retirements.
- 23 “(4)(a) For each tax year beginning on or after July 1, 2003, the Department of Revenue shall
- 24 recompute the maximum amount of the assessed value of taxable personal property in subsection
- 25 (2)(a) and (b) of this section for which ad valorem property taxes may be canceled under this section.
- 26 The computation shall be as follows:
- 27 “(A) Divide the average U.S. City Average Consumer Price Index for the prior calendar year
- 28 by the average U.S. City Average Consumer Price Index for 2002.
- 29 “(B) Recompute the maximum amount of assessed value for which taxes may be canceled under
- 30 subsection (2)(a) or (b) of this section by multiplying **\$25,000 or \$12,500, respectively**, by the ap-
- 31 propriate indexing factor determined as provided in subparagraph (A) of this paragraph.
- 32 “(b) As used in this subsection, ‘U.S. City Average Consumer Price Index’ means the U.S. City

1 Average Consumer Price Index for All Urban Consumers (All Items) as published by the Bureau of
2 Labor Statistics of the United States Department of Labor.

3 “(c) If any change in the maximum amount of assessed value determined under paragraph (a)
4 of this subsection is not a multiple of \$500, the increase shall be rounded to the nearest multiple
5 of \$500.

6 “**SECTION 30.** ORS 308.250, as amended by section 2, chapter 69, Oregon Laws 2010, is
7 amended to read:

8 “308.250. (1) All personal property not exempt from ad valorem taxation or subject to special
9 assessment shall be valued at 100 percent of its real market value, as of January 1, at 1:00 a.m. and
10 shall be assessed at its assessed value determined as provided in ORS 308.146.

11 “(2) If the total assessed value of all taxable personal property required to be reported under
12 ORS 308.290 in any county of any taxpayer is less than [~~\$12,500~~] **\$25,000** in any assessment year, the
13 county assessor shall cancel the ad valorem tax assessment for that year.

14 “(3) In any assessment year or years following an assessment year for which taxes are canceled
15 under subsection (2) of this section, the taxpayer may meet the requirements of ORS 308.290 by fil-
16 ing, within the time required or extended under ORS 308.290, a verified statement with the county
17 assessor indicating that the total assessed value of all taxable personal property of the taxpayer
18 required to be reported under ORS 308.290 in the county is less than [~~\$12,500~~] **\$25,000**. The state-
19 ment shall contain the name and address of the taxpayer, the information needed to identify the
20 account and other pertinent information, but shall not be required to contain a listing or value of
21 property or property additions or retirements.

22 “(4)(a) For each tax year beginning on or after July 1, 2003, the Department of Revenue shall
23 recompute the maximum amount of the assessed value of taxable personal property for which ad
24 valorem property taxes may be canceled under this section. The computation shall be as follows:

25 “(A) Divide the average U.S. City Average Consumer Price Index for the prior calendar year
26 by the average U.S. City Average Consumer Price Index for 2002.

27 “(B) Recompute the maximum amount of assessed value for which taxes may be canceled by
28 multiplying [~~\$12,500~~] **\$25,000** by the appropriate indexing factor determined as provided in subpara-
29 graph (A) of this paragraph.

30 “(b) As used in this subsection, ‘U.S. City Average Consumer Price Index’ means the U.S. City
31 Average Consumer Price Index for All Urban Consumers (All Items) as published by the Bureau of
32 Labor Statistics of the United States Department of Labor.

33 “(c) If any change in the maximum amount of assessed value determined under paragraph (a)
34 of this subsection is not a multiple of \$500, the increase shall be rounded to the nearest multiple
35 of \$500.

36 “**SECTION 31. The amendments to ORS 308.250 by sections 29 and 30 of this 2013 Act**
37 **apply to property tax years beginning on or after July 1, 2014.**”

38 In line 20, delete “29” and insert “32”.

39 /s/ Larry George
40 Senator

41 /s/ Ted Ferrioli
42 Senator