

**PROPOSED AMENDMENTS TO
HOUSE BILL 2981**

1 On page 1 of the printed bill, delete lines 5 through 30 and delete page
2 2 and insert:

3 **“SECTION 1.** ORS 285C.362 is amended to read:

4 “285C.362. (1) Property of an authorized business firm is exempt from ad
5 valorem property taxation if:

6 “(a) The property is qualified property under ORS 285C.359;

7 “(b) The firm meets the qualifications under ORS 285C.200; and

8 “(c) The firm has entered into a first-source hiring agreement under ORS
9 285C.215.

10 **“(2) Notwithstanding subsection (1)(b) of this section, property that**
11 **otherwise qualifies under subsection (1) of this section is exempt from**
12 **ad valorem property taxation if:**

13 **“(a) At the time the zone sponsor approves the application of the**
14 **firm for authorization pursuant to ORS 285C.356, the governing body**
15 **of the zone sponsor adopts a resolution waiving the requirements of**
16 **ORS 285C.200 (1)(c) and (e) with respect to the application; and**

17 **“(b) The firm completes an investment of \$5 million or more in**
18 **qualified property.**

19 “[~~(2)(a)~~] **(3)(a)** Property described in subsection (1) **or (2)** of this section
20 is exempt from ad valorem property taxation only to the extent the real
21 market value of the property, when added to the real market value of all
22 other property in the rural renewable energy development zone that has re-

1 ceived an exemption under this section, is less than the exemption authori-
2 zation level established for the zone under ORS 285C.353 (4).

3 “(b) For purposes of this subsection, real market value shall be deter-
4 mined as of the assessment date for the first year that property is exempt
5 under this section.

6 “[~~(3)~~] (4) The exemption allowed under this section applies to the first tax
7 year for which, as of January 1 preceding the tax year, the qualified property
8 is in service. The exemption shall continue for the next two succeeding tax
9 years if the property continues to be owned or leased by the business firm,
10 operated to generate renewable energy or to support or maintain renewable
11 energy facilities, and located in the rural renewable energy development
12 zone.

13 “[~~(4)(a)~~] (5)(a) The [*property may be exempt from property taxation under*
14 *this section*] **exemption allowed under this section may continue** for up
15 to two additional tax years consecutively following the tax years described
16 in subsection [~~(3)~~] (4) of this section if authorized by a written agreement
17 entered into by the firm and the sponsor under ORS 285C.160.

18 “(b) Notwithstanding ORS 285C.160, a contiguous county that applied for
19 a rural renewable energy development zone designation may elect to not
20 participate in a two-year extension of the exemption under this subsection.
21 The election shall be made by resolution of the governing body of the con-
22 tiguous county on or before execution of the written agreement between the
23 firm and the sponsor under ORS 285C.160.

24 **“SECTION 2. The amendments to ORS 285C.362 by section 1 of this**
25 **2013 Act apply to applications filed pursuant to ORS 285C.356 on or**
26 **after the effective date of this 2013 Act.**

27 **“SECTION 3. This 2013 Act takes effect on the 91st day after the**
28 **date on which the 2013 regular session of the Seventy-seventh Legis-**
29 **lative Assembly adjourns sine die.”.**

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