

D R A F T

SUMMARY

Authorizes county to adopt exemption for newly constructed or installed industrial improvements. Requires county to specify minimum real market value of eligible improvements, period of years during which exemption is allowed and declining percentage of exemption to be allowed during specified period. Requires county to grant exemption on same terms to all eligible industrial improvements. Allows county to amend or terminate exemption but provides that industrial improvements granted exemption continue to receive exemption pursuant to terms in effect at time exemption was first granted.

Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to exemption from property taxation; and prescribing an effective
3 date.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1. (1) A county may adopt an ordinance or resolution al-**
6 **lowing a property tax exemption for newly constructed or installed**
7 **improvements that are classified as industrial under rules established**
8 **by the Department of Revenue pursuant to ORS 308.215 (1)(a)(C). The**
9 **terms of the exemption must conform to the provisions of this section.**

10 **(2)(a) The exemption may be allowed only for industrial improve-**
11 **ments that have, as of the first assessment date after the improve-**
12 **ments are first placed in service, a minimum real market value of**
13 **between \$2 million and \$10 million.**

14 **(b) The county shall specify the minimum value in the ordinance**
15 **or resolution.**

16 **(3)(a) The exemption shall be allowed:**

1 (A) Beginning with the first property tax year that begins after the
2 industrial improvements are first placed in service; and

3 (B) At a declining percentage of assessed value over a period of
4 three to five years.

5 (b) The county shall specify in the ordinance or resolution the
6 number of years for which the exemption shall be allowed and the
7 percentage of exemption allowed in each year of the exemption.

8 (4) A county that has adopted the exemption under this section
9 shall grant the exemption on the same terms to all eligible industrial
10 improvements for which a valid application has been filed in the
11 manner required by the county.

12 (5)(a) A county may adopt at any time an ordinance or resolution
13 amending the terms of the exemption granted under this section or
14 terminating the exemption within the county.

15 (b) Notwithstanding an ordinance or resolution adopted under par-
16 agraph (a) of this subsection, industrial improvements that have been
17 granted an exemption under this section shall continue to receive the
18 exemption pursuant to the terms in effect at the time the exemption
19 was first granted to the industrial improvements.

20 SECTION 2. A county may allow the exemption authorized under
21 section 1 of this 2015 Act for property tax years beginning on or after
22 July 1, 2014.

23 SECTION 3. Section 2 of this 2015 Act is repealed on January 2, 2017.

24 SECTION 4. This 2015 Act takes effect on the 91st day after the date
25 on which the 2015 regular session of the Seventy-eighth Legislative
26 Assembly adjourns sine die.

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