

**REVENUE IMPACT OF
PROPOSED LEGISLATION
Seventy-Eighth Oregon Legislative
Assembly
2015 Regular Session
Legislative Revenue Office**

Bill Number:	HB 2652
Revenue Area:	Property Tax
Economist:	Kyle Easton
Date:	5/11/2015

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

The revenue impact of this measure is indeterminate for the following reasons:

The measure changes the definition of “rural area” to mean area located entirely outside of urban growth boundary of a city with a population of 40,000 or more as boundary is acknowledged on date on which application is submitted for strategic investment program. By changing population criteria from 30,000 to 40,000, two cities will be considered rural that under existing law are considered non rural. Changing date at which urban growth boundary is acknowledged for qualification criteria from December 1, 2002 to when application is submitted will decrease land available for qualifying as “rural”.

These two changes could have an impact upon revenues but any change would be dependent upon firm location decisions. If the criteria contained within the measure had been in place throughout the history of the program, there are two companies that would not have been able to participate in the rural strategic investment program that are now participating. However, location decisions by the firms at the time could have differed had the qualification criteria been different. For this reason, impact upon revenue is indeterminate.