

# Senate Bill 938

Sponsored by COMMITTEE ON FINANCE AND REVENUE

## SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

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 date.

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

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

8 (2)(a) The exemption may be allowed only for industrial improvements that have, as of  
9 the first assessment date after the improvements are first placed in service, a minimum real  
10 market value of between \$2 million and \$10 million.

11 (b) The county shall specify the minimum value in the ordinance or resolution.

12 (3)(a) The exemption shall be allowed:

13 (A) Beginning with the first property tax year that begins after the industrial improve-  
14 ments are first placed in service; and

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

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

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

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

24 (b) Notwithstanding an ordinance or resolution adopted under paragraph (a) of this sub-  
25 section, industrial improvements that have been granted an exemption under this section  
26 shall continue to receive the exemption pursuant to the terms in effect at the time the ex-  
27 emption was first granted to the industrial improvements.

28 **SECTION 2.** A county may allow the exemption authorized under section 1 of this 2015

NOTE: Matter in **boldfaced** type in an amended section is new; matter [*italic and bracketed*] is existing law to be omitted.  
New sections are in **boldfaced** type.

1 **Act for property tax years beginning on or after July 1, 2014.**

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

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

5

---