

**REVENUE IMPACT OF
PROPOSED LEGISLATION
78th Oregon Legislative Assembly
2016 Regular Session
Legislative Revenue Office**

**Bill Number: SB 1533 - A
Revenue Area: Construction Tax
Economist: Kyle Easton
Date: 2/10/2016**

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

Measure Description:

Restores ban on inclusionary zoning practice and makes it applicable to rentals. Carves-out exception for multifamily structures, as defined, of at least 20 units in areas with populations of 600,000 or less: permitting local governments to requires up to 20 percent to be sold or rented at below-market rates in exchange for specified developer incentives and/or payment in lieu of incentives. Permits local political subdivisions to impose construction tax, as specified, not to exceed one percent of permit valuation. Requires quarterly transfer of collected taxes to be deposited in local general fund and distributed as follows after recuperating capped costs: 85 percent toward developer incentives and 15 percent to Oregon Housing and Community Services for home ownership and down payment assistance, from tax collected on residential improvements; 50 percent to fund programs related to needed housing from tax collected on commercial improvements. Prescribes effective dates applicable to certain provisions.

Revenue Impact (in \$Millions):

This statement is issued solely to facilitate the referral of this measure to the Senate Finance and Revenue Committee.

Impact Explanation:

This statement is issued solely to facilitate the referral of this measure to the Senate Finance and Revenue Committee. A more complete revenue impact statement will be developed at that time.

Creates, Extends, or Expands Tax Expenditure: Yes No

Further Analysis Required