

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

Bill Number: HB 4081 - A  
Revenue Area: Property Taxes  
Economist: Kyle Easton  
Date: 2/11/2016

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

**Measure Description:**

Extends sunset from June 30, 2018 to June 30, 2022 for property tax exemption available to property of a nonprofit corporation that, for tax year 2012-13, was actually offered, occupied or used as low-income housing and granted exemption under ORS 307.130 by the county in which property is located.

**Revenue Impact (in \$Millions):**

	Fiscal Year		Biennium		
	2015-16	2016-17	2015-17	2017-19	2019-21
<b>Local Governments</b>	N/A	N/A	N/A	-0.3	-0.5
<b>Local Education Districts</b>	N/A	N/A	N/A	-0.2	-0.4
<b>Total Revenue Change</b>	N/A	N/A	N/A	-0.4	-0.9

**Impact Explanation:**

The revenue impact is based upon responses received from county assessors detailing the amount of property receiving exemption under ORS 307.130 as it relates to exemption provided in Chapter 7, OR Laws 2014 (HB 4039 - 2014).

Absent extension of sunset, properties currently receiving exemption under ORS 307.130 as it relates to provisions in HB 4039 (2014), would no longer be exempt under ORS 307.130. This interpretation of current law is based upon the vacated Oregon tax court decision in Corvallis Neighborhood Housing Services Inc. v. Linn County Assessor (decided February, 2013).

**Creates, Extends, or Expands Tax Expenditure:**      Yes  No

The policy purpose of this measure is to provide exemption certainty, while the legislature is examining property tax exemptions for nonprofits generally, for nonprofit owned low-income housing that was receiving exemption under ORS 307.130 as of July 1, 2012.