

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
79th Oregon Legislative Assembly
2017 Regular Session
Legislative Revenue Office

Bill Number: SB 123 - 1
Revenue Area: Property Taxes
Economist: Kyle Easton
Date: 4/3/2017

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

Measure Description:

Authorizes formation of children's special districts and provides districts the authority to assess, levy and collect taxes to pay the cost of children's services within the boundaries of the district. Defines children's services as services provided outside of school hours to children who are school-aged or younger and includes, but is not limited to, services related to civics, culture, arts and music, physical recreation, health and well-being, technology and the development of skills.

Revenue Impact (in \$Millions): No revenue impact

Impact Explanation: Measure as amended allows but does not require the formation of Children's Special Districts. As such, the measure has no direct impact on property tax revenues. Upon formation, Children's Special Districts would have the ability to assess, levy and collect ad valorem property taxes. If a Children's Special district is formed and property taxes are imposed, then property taxes extended upon properties within the district's boundaries would increase.

Depending upon the use of the funds derived from the imposition of the Children's Special District property tax, property taxes imposed by other taxing districts (both education and non-education districts) could be reduced due to Constitutional property tax rate limits.

Creates, Extends, or Expands Tax Expenditure: Yes No