

A-Engrossed
Senate Bill 149

Ordered by the Senate March 17
Including Senate Amendments dated March 17

Printed pursuant to Senate Interim Rule 213.28 by order of the President of the Senate in conformance with pre-session filing rules, indicating neither advocacy nor opposition on the part of the President (at the request of Senate Interim 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.

Provides that property of limited liability company qualifies for property tax exemption or special assessment if limited liability company is wholly owned by nonprofit corporations or public bodies and property, if held directly by *[owners]* **each nonprofit corporation owner** of limited liability company, would qualify for such exemption or special assessment. **Limits exemption or special assessment to least extent that would be granted to property in hands of any of nonprofit corporation owners.**

Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to the taxation of the property of limited liability companies; creating new provisions;
3 amending ORS 307.022; and prescribing an effective date.

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

5 **SECTION 1.** ORS 307.022 is amended to read:

6 307.022. For purposes of the property tax laws of this state, **the property of** a limited liability
7 company *[that]* **qualifies for an exemption from ad valorem property taxation or special as-**
8 **essment:**

9 **(1) If the limited liability company** is wholly owned by one or more nonprofit corporations
10 *[shall be an entity that qualifies for an exemption or special assessment]* **or entities whose property**
11 **is exempt from taxation under ORS 307.090;**

12 **(2) If** *[and to the extent that all of the nonprofit corporation]* **the property, if held directly by**
13 **each of the nonprofit corporation** owners of the limited liability company, would qualify for the
14 exemption or special assessment*[,]*; **and**

15 **(3) Only to the least extent that the property would be granted exemption or special as-**
16 **essment in the hands of any of the nonprofit corporation owners of the limited liability**
17 **company.**

18 **SECTION 2.** The amendments to ORS 307.022 by section 1 of this 2017 Act apply to
19 property tax years beginning on or after July 1, 2017.

20 **SECTION 3.** This 2017 Act takes effect on the 91st day after the date on which the 2017
21 regular session of the Seventy-ninth Legislative Assembly adjourns sine die.
22

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.