

**REVENUE IMPACT OF  
PROPOSED LEGISLATION**  
80th Oregon Legislative Assembly  
2019 Regular Session  
Legislative Revenue Office

**Bill Number:** HB 2429  
**Revenue Area:** Property  
**Economist:** Jaime McGovern  
**Date:** 05/28/2019

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

**Measure Description:**

Expands existing property tax exemption provided under ORS 307.397. Exempts from property taxation machinery and equipment used to compress and bale harvested straw, hay, grass or other plants, for the purpose of storage or shipment. Encompasses real property and tangible personal property. Applies to property tax years beginning on or after July 1, 2019

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

	Biennium		
	2019-21	2021-23	2023-25
Local Governments	-.12	-.24	-.24
Local Education Districts	-.80	-.16	-.16
<b>Total Revenue Change</b>	<b>-.20</b>	<b>-.40</b>	<b>-.40</b>

**Impact Explanation:**

There are multiple installations throughout the state that are currently taxable and would become exempt with the passage of this bill. Recent trends and county reports demonstrate that the inventory of hay squeezes or presses is growing. Therefore, it is expected that increased property offsets depreciation of current stock. The impact may be larger if structures and ancillary technology relating to press are considered machinery and equipment used for this purpose.

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