

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
79th Oregon Legislative Assembly
2018 Regular Session
Legislative Revenue Office

Bill Number: SB 500
Revenue Area: Property Tax
Economist: Jaime McGovern
Date: 03/07/2018

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

Measure Description:

Increases property tax exemption for all disabled veterans and their surviving spouses. Creates a new category of service related exemption for those veterans with 100% service related disability. Allows counties to create eligibility requirements for new category of 100%.

Revenue Impact (in \$Millions):

	Biennium		
	2017-19	2019-21	2021-23
Local Governments	0	-27.7	-30.0
Local Education Districts	0	-22.7	-24.5
Total Revenue Change	0	-50.4	-54.5

Impact Explanation:

Currently two categories are recognized for this exemption, (1) veterans with 40% disability or more (not necessarily service related) and their surviving spouses and (2) veterans with 40% service related disability or more.

This bill creates a third category of 100% service related disability, and provides, upon qualification at property tax exemption of \$150,000.

There is, in the first biennium approximately \$50 million loss to the local governments and approximately \$10 million shift.

Creates, Extends, or Expands Tax Expenditure: Yes No