

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

**Bill Number:** SB 500 - A  
**Revenue Area:** Property  
**Economist:** Jaime McGovern  
**Date:** 03/13/2019

Corrected

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

**Measure Description:**

Increases property tax exemption for service related 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 additional eligibility requirements for new category of 100%.

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

	Biennium		
	2017-19	2019-21	2021-23
Local Governments	0	-9.2	-9.9
Local Education Districts	0	-7.5	-8.1
<b>Total Revenue Change</b>	0	-16.7	-18.0

**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 (and their surviving spouses).

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

It increases the tax exemption for veterans (and their spouses) with service related disabilities. For those with service related disabilities certified to be between 40 and 100%, the exemption increases to \$45,000 of assessed value. For those with 100% service related disabilities the property tax exemption increases to \$100,000

There is, in the first biennium approximately \$16.7 million loss to the local governments and approximately \$3.3 million in shift.

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

This bill expands existing tax expenditure program under ORS 307.250 which provides tax relief to veterans who have service related disabilities.