

Senate Bill 209

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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 **as introduced**.

Provides for exemption from ad valorem property taxation of first \$10,000 of real market value of homesteads. Requires Department of Revenue to index exemption amount annually.
Takes effect on 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to a homestead property tax exemption; and prescribing an effective date.

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

4 **SECTION 1. (1) As used in this section:**

5 (a) **“Consumer Price Index for All Urban Consumers, West Region” means the Consumer**
6 **Price Index for All Urban Consumers, West Region (All Items), as published by the Bureau**
7 **of Labor Statistics of the United States Department of Labor.**

8 (b) **“Homestead” means:**

9 (A) **The owner-occupied principal dwelling, either real or personal property, owned by a**
10 **taxpayer and the tax lot upon which the dwelling is located.**

11 (B) **If the dwelling is located in a multiunit building, the portion of the building actually**
12 **used as the principal dwelling and the dwelling’s percentage of the value of the building’s**
13 **common elements and of the tax lot upon which the building is situated. The percentage is**
14 **the value of the dwelling unit that is the homestead compared to the total value of the**
15 **multiunit building exclusive of any common elements.**

16 (2) **The first \$10,000 of real market value of each homestead shall be exempt from ad**
17 **valorem property taxes.**

18 (3)(a) **The Department of Revenue shall annually adjust the amount of the exemption**
19 **under subsection (2) of this section by multiplying \$10,000 by one plus the percentage, if any,**
20 **by which the monthly averaged Consumer Price Index for All Urban Consumers, West Re-**
21 **gion, for the 12 consecutive months ending June 30 of the current calendar year exceeds the**
22 **monthly averaged Consumer Price Index for All Urban Consumers, West Region, for the 12**
23 **consecutive months ending June 30, 2020.**

24 (b) **If any change in the amount of the exemption determined under paragraph (a) of this**
25 **subsection is not a multiple of \$500, the increase shall be rounded to the nearest multiple**
26 **of \$500.**

27 (c) **As soon as practicable after making the computation required under this subsection,**
28 **the department shall notify each county assessor of the adjusted exemption amount.**

29 **SECTION 2. Section 1 of this 2019 Act applies to property tax years beginning on or after**
30 **July 1, 2020.**

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.

1 **SECTION 3.** This 2019 Act takes effect on the 91st day after the date on which the 2019
2 regular session of the Eightieth Legislative Assembly adjourns sine die.
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