

**REVENUE IMPACT OF  
PROPOSED LEGISLATION**  
81st Oregon Legislative Assembly  
2021 Regular Session  
Legislative Revenue Office

<b>Bill Number:</b>	<b>HB 2438 A</b>
<b>Revenue Area:</b>	<b>Property Tax</b>
<b>Economist:</b>	<b>Jaime McGovern</b>
<b>Date:</b>	<b>06/09/2021</b>

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

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**Measure Description:**

Establishes permissive property tax exemption program for workforce housing. Requires adoption of ordinance by governing body of county. Applies to county with population of less than 15,000. Establishes program ordinance minimum requirements. Establishes cap of five on allowable new participants. Applies to homeowner with incomes less than \$75,000 if filing as single for income tax purposes or \$150,000 if filing as joint for income tax purposes.

**Revenue Impact:**

There is no direct revenue impact of this measure.

**Impact Explanation:**

The measure is permissive, and as such has no direct revenue impact. It allows for the development of a property tax exemption ordinance by counties with populations of less than 15,000. Given the population limit, there are eight counties that could potentially adopt a resolution allowed by this measure. For context, the average real market value of residential homes in those counties is approximately \$200,000 and the maximum number of new properties allowed each year under this property tax exemption would be five.

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

The policy purpose of this new property tax exemption is to encourage skilled labor migration to rural Oregon.