

Requested by SENATE COMMITTEE ON FINANCE AND REVENUE

**PROPOSED AMENDMENTS TO  
SENATE BILL 498**

1 On page 1 of the printed bill, delete lines 9 through 12 and insert:

2 “(2)(a) An interest in natural resource property, as defined in ORS  
3 118.140, held by a decedent for at least five years before the death of the  
4 decedent is exempt from the tax imposed under this chapter if the interest  
5 is transferred, as a consequence of the decedent’s death, to one or more  
6 family members of the decedent and is subsequently owned by family mem-  
7 bers of the decedent for at least five consecutive calendar years following the  
8 date of the decedent’s death.

9 “(b) An additional tax under ORS 118.005 to 118.540 shall be imposed if  
10 the natural resource property for which an exemption is allowed under this  
11 section is, during the five calendar years following the date of the decedent’s  
12 death, subsequently sold or otherwise transferred to a person other than a  
13 family member. The additional liability shall be the amount of additional tax  
14 that would have been imposed had the transferred property been included in  
15 the decedent’s taxable estate. Upon receiving notice of a subsequent sale or  
16 other transfer of property for which an exemption has been claimed, the  
17 Department of Revenue shall immediately proceed to collect the additional  
18 tax.”.

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