REVENUE IMPACT OF PROPOSED LEGISLATION

75th Oregon Legislative Assembly
2009 Regular Session
Legislative Revenue Office

Bill Number:	**HB 2074 B**
Revenue Area:	**Local Government**
Economist:	**Dae Baek**
Date:	**June 1, 2009**

Measure Description: Divides responsibility for funding a Tax Supervising and Conservation Commission (TSCC) between a county and the other municipal corporations within the county. Permits the county to receive reimbursement for the apportioned net cost of the TSCC from the amounts scheduled to be paid to municipal corporations as part of the distribution of tax collection moneys. Increases the TSCC's maximum operating budget by three percent a year, beginning with the fiscal year starting July 1, 2011. Allows a municipal corporation with a population not exceeding 200,000 to opt out of the TSCC jurisdiction. Takes effect upon passage.

Revenue Impact (in $Millions):

	Fiscal Year			Biennium		
	2009-10	**2010-11**		**2009-11**	**2011-2013**	**2013-2015**
Multnomah County	$ 0.10	$ 0.10		$ 0.20	$ 0.20	$ 0.21
Other Local Governments (Multnomah County)	-$ 0.07	-$ 0.07		-$ 0.14	-$ 0.14	-$ 0.15
School Districts (Multnomah County)	-$ 0.03	-$ 0.03		-$ 0.06	-$ 0.06	-$ 0.07

Impact Explanation: Under this bill the county would be responsible for the first 50% of the cost. The remaining 50% would be apportioned to the municipal corporations other than the county, using two separate apportionment methods: (1) budgeted expenditures of taxing districts for the current fiscal year, and (2) property taxes imposed for the prior fiscal year from taxing district's permanent tax rate limitations. Each method will contribute equally, that is 25% each, to fulfill the 50% funding obligation of other municipal corporations. Each method would have a $250 minimum apportionment, for a total minimum of $500. TSCC's maximum operating budget, which is set at $280,000 in ORS 294.630, would increase three percent per year, beginning with the fiscal year starting July 1, 2011.

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