

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
75th Oregon Legislative Assembly
2009 Regular Session
Legislative Revenue Office

Bill Number: HB 2475
Revenue Area: Local Government
Economist: Dae Baek
Date: March 10, 2009

Measure Description: Extends cargo container property tax exemption to June 30, 2014.

Revenue Impact (in \$Millions):

	Fiscal Year		Biennium		
	2009-10	2010-11	2009-11	2011-2013	2013-2015
State Funds	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Local Government	\$ 0	-\$ 0.093	-\$ 0.093	-\$ 0.211	-\$ 0.125
Local School Districts	\$ 0	-\$ 0.129	-\$ 0.129	-\$ 0.292	-\$ 0.172

Impact Explanation: According to 2009-11 Tax Expenditure Report by Oregon Department of Administrative Services and Department of Revenue, expected tax expenditure is \$300,000 for the FY 2009-10. Impact depends on overall goods trade flows and the strength of the global economy is a significant determinant of the expected tax expenditure. The analysis assumes that the trade flow will be slow in 2009 and 2010 and will resume robust growth starting from 2011.

Creates, Extends, or Expands Tax Expenditure: Yes No

The exemption for these cargo containers has been in place since 1979. Current exemption sunsets on June 30, 2010. This bill extends cargo container property tax exemption to June 30, 2014.