REVENUE IMPACT OF PROPOSED LEGISLATION

Seventy-Seventh Oregon Legislative Assembly
2013 Regular Session
Legislative Revenue Office

Bill Number:	**HB 2447A**
Revenue Area:	**Income Taxes**
Economist:	**Chris Allanach**
Date:	**2/25/2013**

Only Impacts on Original or Engrossed Versions are Considered Official

Measure Description: Extends the sunset date for the $5,000 refundable tax credit allowed to owners of manufactured dwellings who are forced to move due to the closure of their manufactured dwelling park. Moves the sunset date from January 1, 2014 to January 1, 2020.

Revenue Impact: Loss of less than $50,000 per year.

Impact Explanation: Since its creation in 2007, the use of this credit has steadily declined from roughly 220 taxpayers in 2007 claiming a total of $800,000 in tax credits to fewer than 40 taxpayers claiming a total of $13,000 in tax credits in 2010. The use of this credit has likely been affected by the steep decline in the housing market and the recession. According to the Tax Expenditure Report, between 2001 and 2005, roughly 50 manufactured dwelling parks closed throughout the state. That figure is likely much lower since the recession began in 2008. The revenue impact could increase when housing values start to rebound, thus creating the monetary incentive to close these parks and convert the use of the land.

Further analysis will be conducted in the Joint Committee on Tax Credits.

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

The policy purpose of this measure is

Further Analysis Required

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