

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
80th Oregon Legislative Assembly
2019 Regular Session
Legislative Revenue Office

Bill Number:	SB 393 - A3
Revenue Area:	Property Tax
Economist:	Jaime McGovern
Date:	03/26/2019

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

Measure Description:

Authorizes translator districts to annex cities where cable television corporations operate or have ceased operations and city electors approve annexation.

Revenue Impact:

There is no direct revenue impact because annexation requires voter approval. If the bill passes and the cities elect to self-annex into the translator district, then the district could raise an additional \$180,000 annually.

Impact Explanation:

The bill gives cities discretionary authority to approve self-annexation into a translator district. Given that electors retain approval authority, there is no certain immediate impact. However, Blue Mountain Translator District states that there are 10 cities that may be affected by this bill. If those cities approve, analysis indicates that revenue might increase by approximately \$180,000.

The -3 amendment puts a moratorium on a self-annexation vote until after December 31, 2020.

Additionally, the bill does not preclude annexation of cities around the state, which would generate additional revenue impact. This analysis does not include the revenue impact of potential expansion.

There is a potential intersect with SB 901 which would authorize the translator district to impose ad valorem taxes through establishment of a permanent rate. If both SB 393 A3 and SB 901 were to pass then the translator district could annex new cities and impose a property tax on assessed value, or the translator district could choose to solely utilize SB 901 or SB 393 A3

Creates, Extends, or Expands Tax Expenditure: Yes No

The policy purpose of this measure is to increase the revenue generating ability through annexation, of a translator district. The translator district will now be able to annex properties that are currently served by cable.