

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

<b>Bill Number:</b>	<b>SB 837</b>
<b>Revenue Area:</b>	<b>Property Tax</b>
<b>Economist:</b>	<b>Jaime McGovern</b>
<b>Date:</b>	<b>04/01/2019</b>

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

**Measure Description:**

Authorizes, during five assessment years following correction of real market value by Department of Revenue or tribunal, change to real market value indicated by subsequent sale of property.

**Revenue Impact:**

There is no direct Revenue Impact, because it depends on decisions of property tax owners and the appraisal process of the county. However, there is a potential for approximately a \$540,000 increase in statewide property tax revenue for the 2020-2021 property tax year.

**Impact Explanation:**

The 2017-2018 Property Tax Statistics states that the statewide reduction in value due to (Board of Property Tax Appeals) BOPTA is \$337 million. Given the statewide average tax rate, the property sales turnover rate, and the rate at which BOPTA grants appeals LRO projects that if roll correction were allowed, statewide property tax revenue would likely increase by approximately \$540,000 in the first effective tax year.

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

The policy purpose of this measure is to provide the county with a corrective measure if through market activity it determines that a BOPTA granted property is incorrectly assessed.