

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

Bill Number: HB 2429-1
Revenue Area: Property
Economist: Jaime McGovern
Date: 05/28/2019

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

Measure Description:

Expands existing property tax exemption provided under ORS 307.397. Exempts from property taxation farmer owned machinery and equipment used to compress and bale harvested straw, hay, grass or other plants, for the purpose of storage or shipment. Encompasses real property and tangible personal property. Applies to property tax years beginning on or after July 1, 2019

Revenue Impact (in \$Millions):

	Biennium		
	2019-21	2021-23	2023-25
Local Governments	-0.12	-0.24	-0.24
Local Education Districts	-0.80	-0.16	-0.16
Total Revenue Change	-0.20	-0.40	-0.40

Impact Explanation:

There are multiple installations throughout the state that are currently taxable and would become exempt with the passage of this bill. Recent trends and county reports demonstrate that the inventory of hay squeezes or presses is growing. Therefore, it is expected that increased property offsets depreciation of current stock. The impact may be larger if structures and ancillary technology relating to press are considered machinery and equipment used for this purpose.

Creates, Extends, or Expands Tax Expenditure: Yes No