

**REVENUE IMPACT OF  
PROPOSED LEGISLATION**  
81st Oregon Legislative Assembly  
2021 Regular Session  
Legislative Revenue Office

**Bill Number:** HB 2446  
**Revenue Area:** Property Tax  
**Economist:** Jaime McGovern  
**Date:** 05/05/2021

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

**Measure Description:**

Extends sunset from June 30, 2022 to June 30, 2028 for property tax exemption available to property of a nonprofit corporation that was granted property tax exemption in property tax year 2012-2013 under ORS 307.130, for property that was actually offered, occupied or used as low-income housing.

**Revenue Impact (in \$Millions):**

	Property Tax year		Biennium		
	2021-22	2022-23	2021-23	2023-25	2025-27
Revenue Loss	N/A	-0.61	-0.61	-1.29	-1.41
Revenue Shift	N/A	-0.07	-0.07	-0.14	-0.16

**Impact Explanation:**

The revenue impact is based upon responses received from county assessors from 2016 detailing the amount of property receiving exemption under ORS 307.130 as it relates to exemption provided in Chapter 7, OR Laws 2014 (HB 4039 - 2014). The stock of eligible housing eligible for this exemption has not changed because of the statutory restriction. Growth rates, tax rates, and bond proportions were considered for individual counties and affordable housing.

Absent extension of sunset, properties currently receiving exemption under ORS 307.130 as it relates to provisions in HB 4039 (2014) and HB 4081 (2016), would no longer be exempt under ORS 307.130. This interpretation of current law is based upon the vacated Oregon tax court decision in Corvallis Neighborhood Housing Services Inc. v. Linn County Assessor (decided February, 2013).

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

The policy purpose of this measure is to provide an additional tool in addressing the housing affordability issues in Oregon.