March 3, 2023

MMC Metropolitan Mayors' Consortium

Mayor Lacey Beaty City of Beaverton

Mayor Brian Hodson City of Canby

Mayor Jeffrey Dalin City of Cornelius

Mayor Gery Schirado City of Durham

Mayor Brian Cooper City of Fairview

Mayor Malynda Wenzl City of Forest Grove

Mayor Michael Milch City of Gladstone

Mayor Travis Stovall City of Gresham

Mayor Tom Ellis City of Happy Valley

Mayor Steve Callaway City of Hillsboro

Mayor Jaimie Fender City of King City

Mayor Joe Buck City of Lake Oswego

Mayor Lisa Batey City of Milwaukie

Mayor Teri Lenahan City of North Plains

Mayor Denyse McGriff City of Oregon City

Mayor Ted Wheeler City of Portland

Mayor Walt Williams City of Rivergrove

Mayor Tim Rosener City of Sherwood

Mayor Heidi Lueb City of Tigard

Mayor Randy Lauer City of Troutdale

Mayor Frank Bubenik City of Tualatin

Mayor Anne McEnerny-Ogle City of Vancouver (ex officio)

Mayor Rory Bialostosky City of West Linn

Mayor Julie Fitzgerald City of Wilsonville

Mayor John Miner City of Wood Village Chair Meek Vice-Chair Boquist Senate Committee on Finance and Revenue Oregon State Legislature Salem, OR 97301

Re: Opposition to SB 858

Dear Chair Meek, Vice-Chair Boquist, and Members of the Committee,

The Metropolitan Mayors' Consortium represents the mayors of twenty five cities in the Portland Metro Area, collectively home to over 1.7 million Oregonians. The MMC writes to express its opposition to SB 858, which would authorize the creation of children's special districts and provides districts the authority to assess, levy and collect taxes to pay the cost of children's services within the boundaries of the district.

The mayors of the MMC acknowledge the intent of SB 858, which is to enhance services for children. A valuable and worthy goal, especially after years of school closures that forced children to shift to comprehensive distance learning. However, creating a new special property-taxing district to deliver those services could jeopardize the effectiveness of existing property-tax-based service providers to deliver other critical services like police and fire emergency services.

If SB 858 were to pass, it would also raise concerns of losing essential property tax revenue via compression. One of the largest sources of revenue for many MMC cities, property tax revenue helps pay for existing services to our communities, some of which already aimed at services for children. This is the stark reality of our current property tax system in Oregon, where Measure 5 reduces taxes that would otherwise be levied.

Thank you for your leadership and your consideration of our testimony.

Sincerely,

The Metropolitan Mayors' Consortium