

House Bill 4141

Sponsored by Representative HIEB; Representatives BOICE, LEVY B, OSBORNE, RESCHKE, Senators BOQUIST, MEEK (Presession filed.)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**. The statement includes a measure digest written in compliance with applicable readability standards.

Digest: The Act decreases the rate of interest charged on delinquent property taxes. It takes effect on the 91st day after the end of session. (Flesch Readability Score: 64.2).

Decreases the rate of interest charged on delinquent property taxes from 1.33 percent per month to 1.33 percent per year.

Takes effect on the 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to property tax interest; creating new provisions; amending ORS 311.505; and prescribing
3 an effective date.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1.** ORS 311.505 is amended to read:

6 311.505. (1) Except as provided in subsection (6) of this section, all taxes and other charges due
7 from the taxpayer or property, levied or imposed and charged on the latest tax roll, shall be paid
8 as follows:

9 (a) The first one-third on or before November 15;

10 (b) The second one-third on or before February 15; and

11 (c) The remaining one-third on or before May 15 next following.

12 (2) Interest shall begin to accrue, and shall be collected, at the rate of one and one-third percent
13 per *[month]* **year**, or fraction of a *[month]* **year**, until paid, on any taxes on property, other charges,
14 and on any additional taxes or penalty imposed for disqualification of property for special assess-
15 ment or exemption, or installment thereof not paid on or before the following dates:

16 (a) December 15, for the first one-third;

17 (b) February 15, for the second one-third; and

18 (c) May 15 next following, for the remaining one-third.

19 (3) Discounts shall be allowed on partial or full payments of such taxes, made on or before No-
20 vember 15 as follows:

21 (a) Two percent on two-thirds of such taxes so paid.

22 (b) Three percent where all of such taxes are so paid.

23 (4) For purposes of this section, "taxes" includes all taxes on property as defined in ORS 310.140
24 and certified to the assessor under ORS 310.060 except taxes assessed on any other property which
25 have by any means become a lien against the property for which the payment was made.

26 (5) All interest collected and all discounts allowed shall be prorated to the several municipal
27 corporations, taxing districts and governmental agencies sharing in the taxes or assessments.

28 (6) If the total property tax is less than \$40, no installment payment of taxes shall be allowed.

NOTE: Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in **boldfaced** type.

1 **SECTION 2.** The amendments to ORS 311.505 by section 1 of this 2024 Act apply to in-
2 terest that begins to accrue on or after the effective date of this 2024 Act.

3 **SECTION 3.** This 2024 Act takes effect on the 91st day after the date on which the 2024
4 regular session of the Eighty-second Legislative Assembly adjourns sine die.

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