

DALLAS SCHOOL DISTRICT NO. 2

DALLAS, OR

June 8, 2024

RESOLUTION # 24-25-02

RESOLUTION TO SET CONSTRUCTION EXCISE TAX RATES

HISTORY: The Board adopted resolution #23-24-03 at its August 14, 2023 meeting to levy a Construction Excise Tax on new construction in the District as allowed by ORS 320.170. The originating Senate Bill requires revenues to be used for capital improvement or repayment of capital improvement debt. Resolution #23-24-03 directed the district to implement a glidepath to maximum levy by adopting 1/3 the maximum rate in fiscal year 2023-24, a 2/3 the maximum rate in fiscal year 2024-25, and the maximum rate limit in fiscal year 2025-26.

The tax is levied based on a rate per square foot of new construction. The rate is indexed and a MAXIMUM rate is published each year by the Oregon Department of Revenue. The current maximum rates authorized by the Department of Revenue are:

Type of Construction	Fiscal Year 2024-25 Rate Limit	Note
Residential*	\$1.63	dollars per square foot
Non-Residential*	\$.82	dollars per square foot
Non-Residential Maximum	\$40,000	Maximum

SUGGESTED ACTION: The district recommends continuing a tiered implementation strategy by levying 2/3 the maximum rate in fiscal year 2024-25, and full rate in fiscal year 2025-26. T

he proposed 2/3 maximum rates for fiscal year 2024-25 are as follows:

Type of Construction	Fiscal Year 2023-24 2/3 Rate Limit	Note
Residential*	\$1.09	dollars per square foot
Non-Residential*	\$.55	dollars per square foot
Non-Residential Maximum	\$26,667	Maximum

SUGGESTED MOTION: I move to adopt the 2/3 maximum Tax Rates as presented for Construction Excise Tax for fiscal year 2024-25.

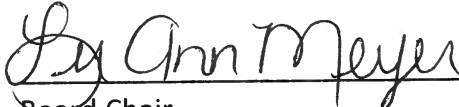
The construction excise tax shall be assessed and collected pursuant to the provisions of ORS 320.170 to 320.189.

The Superintendent is hereby directed to provide notice of this resolution to the District's local government partners collecting the CET pursuant to intergovernmental agreements with the District under ORS 320.179(2).

This resolution takes effect on Aug 1, 2024.



Superintendent



Board Chair

7-8-24

Date

7-8-24

Date