74TH OREGON LEGISLATIVE ASSEMBLY STAFF MEASURE SUMMARY SENATE FINANCE AND REVENUE COMMITTEE

MEASURE: HB 2369 CARRIER: Rep. G. George

REVENUE: Revenue statement issued FISCAL: Fiscal statement issued

Action: Do pass Vote: 4-0-1

Yeas: G. George, Monroe, Starr, Deckert

Nays:

Exc.: Burdick

Prepared By: Mazen Malik, Economist

Meeting Dates: 6/7

WHAT THE BILL DOES: Extends the sunset date on the emergency communication tax to 2014.

ISSUES DISCUSSED:

Rates of growth due to the explosion in the use of the cell phones.

- · Volumes of calls and how it increased?
- Original purpose of the tax.
- Where all the need is coming form.

EFFECT OF COMMITTEE AMENDMENTS: None

BACKGROUND:

Under current statutes subscribers who have telecommunications cervices, which includes, cellular, wireless and other radio common carriers, are assessed a tax of .75 per month. The funds collected are deposited into the Emergency Communications account and is then distributed by the office of Emergency Management to the 9-1-1 communication districts. The authority to assess this tax is scheduled to sunset on January 1, 2008. House Bill 2369, which passed the joint committee on Emergency preparedness, would extend the authority to assess this tax to January 1, 2014.