

**House Bill 2453
Relating to motor vehicles**

House Bill 2453 requires persons operating motor vehicles that have a fuel efficiency rating of 55-miles per gallon or better to pay a per-mile road usage charge or a flat annual road usage charge in lieu of the state gas tax. The bill ties the cost of driving to the impact on the road rather than to the amount of fuel a driver purchases.

The bill also establishes a voluntary road usage charge process for up to 5,000 drivers. The effective date is July 1, 2015.

The fiscal impact to the Department of Transportation is \$3.1 million Other Funds in 2013-15 and 8.75 FTE. The department will develop revenue systems, standards, internal infrastructure and a communications plan in order to implement the measure July 1, 2015. In 2015-17 the fiscal impact falls to \$2.3 million Other Funds and expected revenue is \$890,000.

The Transportation and Economic Development Subcommittee recommends House Bill 2453 be amended and reported out do pass, as amended.

**77th OREGON LEGISLATIVE ASSEMBLY – 2013 Session
BUDGET REPORT AND MEASURE SUMMARY**

JOINT COMMITTEE ON WAYS AND MEANS

MEASURE: HB 2453-C

**Carrier – House: Rep. Read
Carrier – Senate: Sen. Shields**

Action: Do Pass the B-Engrossed Measure as Amended and be Printed C-Engrossed

Vote:

House

Yeas:

Nays:

Exc:

Senate

Yeas:

Nays:

Exc:

Prepared By: Tamara Brickman, Department of Administrative Services

Reviewed By: Linda Gilbert, Legislative Fiscal Office

Meeting Date: June 26, 2013

Agency

Oregon Department of Transportation

Biennium

2013-15

Budget Summary*

	2011-13 Legislatively Approved Budget⁽¹⁾	2013-15 Current Service Level	2013-15 Committee Recommendation	Committee Change from 2011-13 Leg. Approved	
				\$ Change	% Change
<u>Oregon Department of Transportation</u>					
Other Funds	\$ 0	\$ 0	\$ 3,122,900	\$ 3,122,900	100.0%
Total	\$ 0	\$ 0	\$ 3,122,900	\$ 3,122,900	100.0%

Position Summary

Oregon Business Development Department

Authorized Positions	0	0	11	11	
Full-time Equivalent (FTE) positions	0.00	0.00	8.75	8.75	

⁽¹⁾ Includes adjustments through December 2012

* Excludes Capital Construction expenditures

Summary of Revenue Changes

The funding for this bill will be derived through the establishment of a new Road User Charge (a mileage fee), which is a highway fund dedicated revenue.

Summary of Transportation and Economic Development Subcommittee Action

HB 2453-C requires persons operating certain fuel efficient motor vehicles to pay a per-mile road usage charge or flat annual road usage charge in lieu of a motor vehicle fuel tax. This becomes operative on July 1, 2015. HB 2453-C permits a person that is paying the per-mile road usage charge to apply for a refund of the motor vehicle fuel tax and to apply for a refund of miles driven on private property. Additionally, the bill establishes a voluntary Road Usage Charge process for up to 5,000 drivers.

The Subcommittee recommended an increase of \$3,122,900 Other Funds expenditure limitation and 8.75 FTE for the Oregon Department of Transportation to implement and administer the program in 2013-15.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

HB 2453-C

**Oregon Department of Transportation
 Tamara Brickman - 503-378-4709**

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
<u>SUBCOMMITTEE RECOMMENDATION</u>									
<u>Oregon Department of Transportation</u>									
100-55 - Special Programs									
Personal Services	\$ 0	\$ 0	\$ 1,623,710	\$ 0	\$ 0	\$ 0	\$ 1,623,710	11	8.75
Services and Supplies	\$ 0	\$ 0	\$ 1,499,190	\$ 0	\$ 0	\$ 0	\$ 1,499,190		
<u>SUBCOMMITTEE RECOMMENDATION</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,122,900</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,122,900</u>	<u>11</u>	<u>8.75</u>

**PROPOSED AMENDMENTS TO
B-ENGROSSED HOUSE BILL 2453**

1 On page 1 of the printed B-engrossed bill, line 3, after the semicolon in-
2 sert “limiting expenditures;”.

3 On page 19, after line 27, insert:
4

5 **“EXPENDITURE LIMITATION**

6
7 **“SECTION 31a. Notwithstanding any other law limiting expendi-
8 tures, the limitation on expenditures established by section 3 (7),
9 chapter _____, Oregon Laws 2013 (Enrolled Senate Bill 5544), for the
10 biennium beginning July 1, 2013, as the maximum limit for payment
11 of expenses from fees, moneys or other revenues, including Miscella-
12 neous Receipts and federal funds received as reimbursement from the
13 United States Department of Transportation, but excluding lottery
14 funds and federal funds not described in this section, collected or re-
15 ceived by the Department of Transportation, is increased by \$3,122,900
16 for the road usage charge program established by sections 2 to 14 of
17 this 2013 Act.”.**

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