REVENUE IMPACT OF PROPOSED LEGISLATION

Seventy-Eighth Oregon Legislative Assembly 2015 Regular Session Legislative Revenue Office Bill Number: SB 254 Revenue Area: Fees

Economist: Mazen Malik Date: 03-02-2015

Only Impacts on Original or Engrossed Versions are Considered Official

Measure Description:

Increases fee on motor vehicle fuel metering instrument or device in accordance with graduated schedule.

Revenue Impact (in \$Millions): This fee increase on about (31,116 Devices) is shown in the table

	Cumulative Increase in Revenue
FY 17	\$31,116.00
FY 18	\$62,232.00
FY 19	\$124,464.00
FY 20	\$155,580.00

Impact Explanation:

The Oregon Department of Agriculture's Motor Fuel Quality Program (MFQP) was established in 1997 in order to ensure that the 2.1 billion gallons of motor vehicle gasoline, diesel and biofuels sold in Oregon annually meet national standards and specifications for quality. This fee bill is attempting to recover costs of administration and regulation that are currently not met by the current fee of \$5. The increase occurs on July 1, of the years 2016, 17, 18, and 19. The increase from the current \$5 dollars consecutively goes to \$6, \$7, \$9, and ends up at \$10 for fiscal year 2020 and beyond.

This bill is intended to raise the revenue commensurate to the program costs; however, the authorization to expend will still have to go through the budget process.

Creates, Extends, or Expands Tax Expenditure: Yes \square No \boxtimes

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