

**REVENUE IMPACT OF
PROPOSED LEGISLATION
Seventy-Eighth Oregon Legislative
Assembly
2015 Regular Session
Legislative Revenue Office**

**Bill Number: HB 2266
Revenue Area: Weight Mile Taxes
Economist: Mazen Malik
Date: 03-17-2015**

***Only Impacts on Original or Engrossed
Versions are Considered Official***

Measure Description:

Provides exemption from weight-mile tax for vehicle dealers under certain conditions.

Revenue Impact (in \$Millions):

This measure might have an impact on transportation revenues, This statement is issued solely to facilitate the transmission of this bill to the Revenue committee.

Impact Explanation:

Under current law, persons or organizations licensed as vehicle dealers in Oregon are required to pay a license tax of 30 cents per gallon for fuel used or dispensed in the operation of vehicles offered for sale by the dealer. However, in cases where the vehicle offered for sale is a tractor-trailer combinations which, when operating commercially, will be required to pay the alternative weight-mile tax, the dealer is required to remit taxes via the weight-mile system. House Bill 2266 allows for vehicles operated while under ownership and/or control of vehicle dealers in an unloaded condition and for test driving purposes, to remit taxes in as passenger and light-duty vehicles. The impact of this measure and its cost responsibility implications will be further examined when it moves to the Revenue Committee.

Further Analysis Required

Creates, Extends, or Expands Tax Expenditure: Yes No

Creating a tax reduction for a class of vehicles.