
MEMORANDUM

Legislative Fiscal Office
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To: Transportation and Economic Development Subcommittee

From: Julie Neburka, Legislative Fiscal Office
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Date: June 22, 2015

Subject: HB 2075, relating to aircraft fuel

HB 2075 increases aircraft fuel taxes by two cents per gallon for aviation gasoline, jet fuel, and motor fuel used for aviation starting January 1st, 2016. It allows the Department of Aviation to retain 5% of the revenue for administration, and establishes different dedications and allowable uses for the remainder of the new revenue. The measure establishes a process, mechanism and criteria for distributing the new revenue, and sets reporting requirements for the Department of Aviation. The increase sunsets on January 1st, 2022.

The measure, the original staff measure summary, a preliminary Joint Committee on Ways and Means staff measure summary, fiscal impact statement, and measure history are available on the Oregon Legislative Information System (OLIS).

This tax increase is estimated to raise \$5.23 million in the 2015-17 biennium, and \$7.61 million when it is fully implemented in the 2017-19 biennium.

The –A6 amendments remove the requirement that the Oregon Transportation Commission establish a review committee to review revenue distributions, and instead require that the State Aviation Board establish a review committee to review revenue distributions.

MOTION:

Move the dash A6 amendment into HB 2075.

The –A7 amendment adds \$5.23 million Other Funds expenditure limitation to the Department of Aviation for administration and grant-making purposes outlined in the bill.

MOTION:

Move the dash A7 amendment into HB 2075.

MOTION:

Move HB 2075 to the full committee with a “do pass” recommendation.

Carriers:

Full: _____

House: _____

Senate: _____