

DRAFT

**REVENUE IMPACT OF
PROPOSED LEGISLATION
78th Oregon Legislative Assembly
2016 Regular Session
Legislative Revenue Office**

**Bill Number: HB 4146 - 6
Revenue Area: Transient Lodging
Economist: Mazen Malik
Date: 02-25-2016**

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

Measure Description:

Increases state transient lodging tax rate.

Revenue Impact (in \$Millions):

		FY 16	FY 17	FY 18	FY 19	FY 20	FY 21	FY 22	FY 23
Gross revenue		\$ -	\$ 17.1	\$ 18.0	\$ 18.8	\$ 19.6	\$ 20.4	\$ 21.2	\$ 22.0
collection allowance	5.0%	\$ -	\$ (0.9)	\$ (0.9)	\$ (0.9)	\$ (1.0)	\$ (1.0)	\$ (1.1)	\$ (1.1)
DOR allowance	2.0%	\$ -	\$ (0.3)	\$ (0.4)	\$ (0.4)	\$ (0.4)	\$ (0.4)	\$ (0.4)	\$ (0.4)
		FY 16	FY 17	FY 18	FY 19	FY 20	FY 21	FY 22	FY 23
Available Revenue		\$ -	\$ 15.9	\$ 16.7	\$ 17.5	\$ 18.2	\$ 19.0	\$ 19.7	\$ 20.5
Regional	15%	\$ -	\$ 2.38	\$ 2.51	\$ 2.62	\$ 2.73	\$ 2.84	\$ 2.96	\$ 3.07
Grants	15%	\$ -	\$ 2.38	\$ 2.51	\$ 2.62	\$ 2.73	\$ 2.84	\$ 2.96	\$ 3.07
Tourism Commission		\$ -	\$ 11.10	\$ 11.71	\$ 12.24	\$ 12.76	\$ 13.27	\$ 13.80	\$ 14.35

Impact Explanation:

The "-6" amendment changes the operative date to start with the beginning of FY 2017, adds a 15% regional grant distribution. Requires the Tourism Commission to report on expenditure and grants greater than \$2 million to the Legislative Fiscal Office. The amounts shown as 15 % for the grant program and the regional distributions would actually be twice that amount. This is a result of the bill acting on new and existing revenue streams.

Creates, Extends, or Expands Tax Expenditure: Yes No