

DRAFT

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

Bill Number: HB 4146 - 7
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):

		BN 15-17	BN 17-19	BN 19-21	BN 21-23
Gross revenue		\$ 17.1	\$ 36.8	\$ 40.0	\$ 43.2
collection allowance	5.0%	\$ (0.9)	\$ (1.8)	\$ (2.0)	\$ (2.2)
DOR allowance	2.0%	\$ (0.3)	\$ (0.7)	\$ (0.8)	\$ (0.9)
		BN 15-17	BN 17-19	BN 19-21	BN 21-23
Available Revenue		\$ 15.9	\$ 34.2	\$ 37.2	\$ 40.2
Regional	15%	\$ 2.4	\$ 5.1	\$ 5.6	\$ 6.0
Grants	15%	\$ 2.4	\$ 5.1	\$ 5.6	\$ 6.0
Tourism Commission		\$ 11.1	\$ 24.0	\$ 26.0	\$ 28.1

Impact Explanation:

The "-7" 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