

# DRAFT

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

Bill Number: HB 4146 - A8  
Revenue Area: Transient Lodging  
Economist: Mazen Malik  
Date: 02-19-2016

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

### Measure Description:

Increases state transient lodging tax rate.

### Revenue Impact (in \$Millions):

Increases the transient lodging tax to 1.8% from the 1 percent level it currently is. It also changes the distribution of revenue.

		BN 15-17	BN 17-19	BN 19-21	BN 21-23
Gross revenue		\$ 13.6	\$ 29.4	\$ 32.0	\$ 34.6
collection allowance	5.0%	\$ (0.7)	\$ (1.5)	\$ (1.6)	\$ (1.7)
DOR allowance	2.0%	\$ (0.3)	\$ (0.6)	\$ (0.6)	\$ (0.7)
		BN 15-17	BN 17-19	BN 19-21	BN 21-23
<b>Available Revenue</b>		\$ 12.7	\$ 27.4	\$ 29.7	\$ 32.2
<b>Regional</b>	20%	\$ 2.5	\$ 5.5	\$ 5.9	\$ 6.4
<b>Grants</b>	10%	\$ 1.3	\$ 2.7	\$ 3.0	\$ 3.2
<b>Tourism Commission</b>		\$ 8.9	\$ 19.2	\$ 20.8	\$ 22.5

### Impact Explanation:

The "A-8" amendment changes the tax rate, adds a 10% regional grant distribution, and makes the regional distribution to 20%. Requires the Tourism Commission to report on expenditure and grants greater than \$2 million to the Legislative Fiscal Office. The amounts shown as 20 % 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 in the same way. The amendments leaves the tourism commission with increase in revenue from as low as 40% to as much as 52%.

**Creates, Extends, or Expands Tax Expenditure:** Yes  No

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