

HB 2290 -1, -2 STAFF MEASURE SUMMARY

House Committee On Transportation Policy

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Sub-Referral To: Joint Committee On Ways and Means

Meeting Dates: 3/15, 4/12

WHAT THE MEASURE DOES:

Adjusts certain fees imposed by the Department of Transportation, Division of Motor Vehicles.

REVENUE: May have revenue impact, but no statement yet issued

FISCAL: May have fiscal impact, but no statement yet issued

Has subsequent referral to Joint Committee on Ways and Means.

ISSUES DISCUSSED:

- Increased fees based on December 2015 cost study
- Need of the Division of Motor Vehicles to recover the costs of producing various products
- Possible integration with transportation package
- Potentially phased in increases

EFFECT OF AMENDMENT:

-1 Lowers the costs of various products and directs the Department of Transportation to conduct a cost study once every two years and report to the Legislative Assembly by January 31 of every odd-numbered year. Allows the department to use any study design it determines will best accomplish the purposes of the study.

-2 Lowers the costs of various products and directs the Department of Transportation to conduct a cost study once every two years and report to the Legislative Assembly by January 31 of every odd-numbered year.

BACKGROUND:

Most fees imposed by the Oregon Department of Transportation's Driver and Motor Vehicle Services Division (DMV) were originally set to cover the cost of service, with vehicle title and registration fees set to produce additional revenue for the State Highway Fund. Nearly all DMV fees are set in statute; in cases where the cost of providing the service exceeds the fee collected, revenue that would otherwise be deposited into the Highway Fund is then used to cover the difference between the fee and the actual cost of providing the service. In 2013, DMV studied 72 different fees to determine whether the current fee covered the cost of providing the service. The study found 30 of the fees needed to be raised to cover the cost of service. Most of the fees were related to licenses, permits, skills tests, suspensions, and reinstatements.