

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
79th Oregon Legislative Assembly
2017 Regular Session
Legislative Revenue Office

Bill Number: HB 2290 - 2
Revenue Area: DMV Fees
Economist: Mazen Malik
Date: 04-11-2017

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

Measure Description:

Adjusts certain fees imposed by Department of Transportation.

Revenue Impact (in \$Millions):

This statement is issued to facilitate the referral of this measure to the Committee on Ways and means.

Impact Explanation:

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, then 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.

The impact of this measure on highway fund revenues will be further examined as it is considered by the Committee on ways and means.

Creates, Extends, or Expands Tax Expenditure: Yes No

Further Analysis Required