

**REVENUE IMPACT OF
PROPOSED LEGISLATION**
80th Oregon Legislative Assembly
2020 Regular Session
Legislative Revenue Office

Bill Number:	HB 4036 - 20
Revenue Area:	Aviation Taxes
Economist:	Mazen Malik
Date:	02-25-2020

Only Impacts on Original or Engrossed Versions are Considered Official

Measure Description:

Modifies, adds and repeals laws relating to transportation. Increases Jet fuel tax to five cents, and aviation gasoline to 13 cents per gallon.

Revenue Impact (in \$Millions):

	BI 21-23	BI 23-25	BI 25-27
Four Cent Increase	\$ 15.12	\$ 22.29	\$ 24.31

Impact Explanation:

The measure eliminates sunset on temporary two-cent increases ((by HB 2075 of the 2015 session) in jet fuel and aviation fuel taxes that is scheduled to take effect on the last day December 2021. It also increases each type of fuel an additional two cents to 5 cents total for Jet fuel, and 1 cents total for aviation gas, effective January 1, 2022. Modifies grant programs administered by Oregon Department of Aviation. Eliminates statutory prioritization of fund distributions for grant programs administered by State Board of Aviation. The sunset repeal is responsible for half of the increase in revenue.

Creates, Extends, or Expands Tax Expenditure: Yes No