

SUBCOMMITTEE RECOMMENDATION

SB 1504

Relating to government revenue

SB 1504 clarifies taxation of emissions allowances and credits that represent a greenhouse gas emissions reduction. This measure also requires the Department of Transportation to conduct a study on modifying the classification of diesel fuel, from a fuel to a motor vehicle fuel. This study is to be reported to the Joint Committee on Transportation during the 2021 legislative session and include an implementation plan for reclassification of diesel fuel beginning January 1st, 2022.

To complete this study, ODOT will hire one limited duration, full-time Operations and Policy Analyst 4, totaling 0.50 FTE in 2019-21, who will be supported by consultants. Total expenditures are estimated at \$426,605 Other Funds in 2019-21.

The Capital Construction Subcommittee recommends SB 1504 be amended by the –A5 amendment and be reported out do pass, as amended.