

**FISCAL IMPACT OF PROPOSED LEGISLATION**

**Measure: SB 1558 - 5**

81st Oregon Legislative Assembly – 2022 Regular Session  
Legislative Fiscal Office

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

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Date: 02/07/2022

**Measure Description:**

Requires transportation delivery companies and third-party food delivery platforms to meet or exceed specified targets for percentage of service miles provided by zero-emission vehicles, changes distribution of privilege tax revenue.

**Government Unit(s) Affected:**

Department of Environmental Quality (DEQ), Oregon Department of Transportation (ODOT)

**Summary of Fiscal Impact:**

Costs related to the measure may require budgetary action - See analysis.

**Summary of Expenditure Impact:**

See Analysis.

**Analysis:** The measure establishes the Network Company Zero-Emission Vehicle Targets by requiring a minimum percentage of service miles traveled by a network companies fleet to be from zero-emissions vehicles, clarifies statutes for failure to use traction tires or chains, and changes the distribution of privilege tax revenues.

The measure also modifies the amount of the privilege tax revenue to be transferred annually to the Zero-Emissions Incentive Fund from \$12 million to the greater of \$12 million or 45% of gross moneys received. Moneys in the fund are used by the Department of Environmental Quality (DEQ) to fund electric vehicle rebates. Any privilege tax moneys above the current \$12 million threshold are transferred to the Oregon Department of Transportation (ODOT) to support the Connect Oregon program.

Privilege tax revenue in the amount of \$21 million in 2018 to \$33 million in 2021. If the current revenue trends continue, the proposed change in revenue distribution from this measure will likely decrease the funds available for Connect Oregon and multimodal projects while increasing the amount available for EV rebates through DEQ. Depending on the yearly increase, DEQ may need to return to the legislature for additional expenditure limitation to distribute these funds. A more extensive discussion of the revenue impacts can be found in the Legislative Revenue Office’s Revenue Impact Statement on this measure.

The DEQ and Department of Revenue anticipate a minimal fiscal impact due to the provisions of this measure.