

## HB 3406 - Amendment Policies

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Amendment	Policies
-1	Vehicle in parade, Highway Cost Allocation Study, Old language for short line railroad tax credit
-2	Vehicle in parade, Highway Cost Allocation Study
-3	Highway Cost Allocation Study requirements (standalone)
-4	Interstate Bridge Replacement (IBR funding)
-5	Trucking Weight Mile Refund
-6	Modifications to short line railroad tax credit (federal first requirements)
-7	Combination of -2 and -6. Vehicle in parade, Highway Cost Allocation Study, New language for short line railroad tax credit (Federal First)

## Contents of HB 3406 -7

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Policy	Sections	Overview
Short Line Railroad Tax Credit	1 – 4	<ul style="list-style-type: none"> <li>Removes distinction between tier I &amp; tier II short lines, raising tax credit cap to \$3,500 per mile of short line track taxpayer owns/leases in OR (current law: tier I cap is \$1,000 per mile)</li> <li>Specifies OR credit amount does not include costs associated with federal credit (whether federal credit is claimed or not)</li> <li>If biennial credit certification cap of \$4M is reached:               <ul style="list-style-type: none"> <li>No railroad allowed to exceed \$400,000 per year</li> <li>If further reduction required, proportionate for all railroads</li> </ul> </li> <li>Applies to tax years 2024 and 2025</li> </ul>
Vehicle in Parade	5 – 6	<ul style="list-style-type: none"> <li>Permits a road authority to allow person to operate, in a parade, a vehicle otherwise prohibited from operating on highways               <ul style="list-style-type: none"> <li>Vehicle operated with road authority approval, and complies with federal/state weight and size limits</li> </ul> </li> </ul>
Highway Cost Allocation Study	7 – 9	<ul style="list-style-type: none"> <li>Revises requirements for Highway Cost Allocation Study (HCAS) to include examination of most recent study period to determine accuracy of published HCAS results, and of prospective study period based on projected data.</li> <li>Specifies report on HCAS is to be made to Joint Committee on Transportation</li> <li>Directs Department of Administrative Services to submit report analyzing at least the three most recent iterations of HCAS to evaluate proportionate share paid by users of each vehicle class.</li> </ul>

