Only Impacts on Original or Engrossed Versions are Considered Official

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Measure Description:
Requires transient lodging provider and transient lodging intermediary to collect and remit transient lodging taxes computed on total retail price, including all charges other than taxes, paid by person for occupancy of transient lodging.

Government Unit(s) Affected:
Department of Revenue(DOR), Oregon Tourism Commission (Travel Oregon)[Semi-Privatized]

Summary of Expenditure Impact

	2013-15 Biennium	2015-17 Biennium
Other Funds (non-limited)	650,000	890,000
Total Funds	**$650,000**	**$890,000**
Positions	0	0
FTE	0.00	0.00

Local Government Mandate:
This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

Analysis:
The measure creates a definition of “transient lodging tax collector” that captures the definitions of “transient lodging provider” and “transient lodging intermediary” for the purpose of identifying persons responsible for the collection and payment of the transient lodging tax. This definition is substituted in various statutes related to the collection, reporting, and payment of the tax where current statue references transient lodging providers. The bill requires that the transient lodging tax rate be applied to the total retail price paid for lodging accommodations.

The state portion of the transient lodging tax is transferred to and used by the Oregon Tourism Commission (OTC) for the marketing and promotion of tourism and commerce in Oregon. Any additional revenue generated by the changes to the application and collection of the transient lodging tax contemplated in the bill would be used by the OTC to increase marketing and media spending on behalf of the state through existing OC programs. The Oregon Tourism Commission is a semi-privatized agency. The agency’s budget is not subject to Executive Branch review, or approval or modification by the Legislative Assembly.

Using estimates provided by the Legislative Revenue Office (LRO) for the additional tax revenue generated by the bill, OTC estimates that expenditures for the 2013-15 biennium would equal an estimated $650,000 and an estimated $890,000 in the 2015-17 biennium, but those amounts are dependent on the both the effective date of the measure and the actual amount of tax revenue collected during that period.

There would be no fiscal impact to the Department of Revenue.